FEDERAL BUREAU OF INVESTIGATION FOI/PA
DELETED PAGE INFORMATION SHEET FOI/PA# 1327963-0

Total Deleted Page(s) = 3

Page 10 ~ b6; b7C;

Page 87 ~ Referral/Direct;
Page 88 ~ Referral/Direct;

#### 

 FEDERAL BUREAU OF INVESTIGATION FOI/PA
DELETED PAGE INFORMATION SHEET FOI/PA# 1204749-1

Total Deleted Page(s) = 3
Page 10 ~ b6; b7C;

Page 87 ~ Referral/Direct;
Page 88 ~ Referral/Direct;

#### 

ice Memorandum · united states government May 24, 1956 Mr. Belmon TO R. R. Roack b1 per CIA Nichols FROM DIRECTOR ALLEN W. DULLES. SUBJECT: CENTRAL INTELLIGENCE AGENCY; HEREIN IS UNCLASSIFIED EXCEPT Parsons Tamm THERE SHOWN OTHERWISE. Nesca Winterrowd Tele. Room Liaison Agent Sam Papich learned from a liaison contact at CIA last night that Allen W. Pullas Director of the Holloman Central Intelligence Agency, has been in two or three days. As you know. ACTION: Any further information of this nature will be promptly Should we learn of the results of Dulles' trip, you will reported. be advised. RRR:mls (5) 1 - Mr. Belmont - Mr. Papich b6 Mr. Roach b7C -83338-77 MAY 25 1956 -DECLASSIFY ON: [] CLASS: FIED PER OGA REVIEW ON 5/24/00 EXEMPTED FROM AUTOMATIC DECLASSIFICATION THORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDE Per OGA review EXEMPTION CODE 25X(1) DATE 05-27-2010 letter dated 9/7/10 1310

TIMEN SUBJU

STANDARD FORM NO. 64

FROM:

SUBJECT:

# Office Memorandum . UNITED STAR

$\mathcal{Y}$	то	:	MR.	A.	$H_{ullet}$	BELMONT

DATE: July 20, 1956

Tamm Nease.

Gandy\_

Winterrowd

Tele, Room -Holloman \_

ALL INFORMATION CONTAINED R. R. ROACH HEREIN IS UNCLASSIFIED ALLEN DULLES -DIRECTOR. CIA

The "Washington Daily News" of 7-10-56 carried an article on the society page indicating that Karl X Buresch, son-in-law of Allen Dulles, might be the next Austrian Ambassador to the U. S.

On 7-19-56 Dulles advised Liaison Agent Papich that the newspaper story was absolutely false. He stated there is no indication whatsoever that his son-in-law, an Austrian diplomat, would come to this country as an ambassador. Dulles stated that his son-in-law is actually a very minor official in the Austrian foreign service and is now stationed in Tehran.

ACTION: For information.

JUL 27 1956

- Section tickler

1 - Mr. Papich

 $SJP:dje \mathcal{W}$  (4)

The Final and Real Test

Like nearly everybody else, Director Allen W. Dulles of the Central Intelligence Agency still is not quite sure of all the whys, wherefores and possible consequences of the Kremlin's continuing anti-Stalin campaign. But some of his conjectures—as voiced the other day in a speech to the Los Angeles World Affairs Council—throw at least a little additional light on the great puzzle. And they have the further virtue of serving as a warning against optimistic conclusion-jumping of a kind that might beguile the free world into letting down its guard.

It is possible, of course, to read a number of hopeful meanings into what Russia's "collective leaders" are doing to deglorify Stalin and dissociate themselves from him, though they were once his closest and most fawning collaborators Mr. Dulles helieves that they have been motivated only in part by a desire to acquire international respectability; the more basic reason for their action, in his judgment, is that they have been driven to it by domestic pressures. There are now great numbers of educated people in the Soviet Union, and they have grown increasingly critical and restive with the passing of the years So it is not unreasonable to assume that Nikita Khrushchev and company have found it wise and perhaps even imperative to placate this body of opinion by carrying out a "purge of Stalinism"a purge containing a promise of higher standards of living, an end to one-man, tyranny and steady progress toward genuine individual liberty and democratic

However, although the deglorification line creates serious problems for the internal unity and discipline of the Soviet and international Communist move ment, and although it conceivably may be the forerunner of great liberalizing developments in the USSR, there is a world of difference between a mere promise and its fulfillment. For his own part, while not ruling out the possibility that the Kremlin's present course may lead eventually to good changes, Mr. Dulles is not inclined to be optimistic. As he sees the situation, "A dead and dishonored Staling . is likely to be merely a device with which the long-suffering Russian people are, I fear, to be deceived in their expectation of a freer and better life." He suspects, in short, that Mr. Khrushchev, and the other (collective leaders" are simply doing what they are. impelied to do to consolidate themselves. in power; and he also suspects that they may wet harrow down to another one-man tyranny.

In any event, as the CIA director has: warned, "The final and real test of the Soviet leaders will remain their willinge ness to accept those basic institutional changes that can give the Russian people and the world in general genuine assurance that a one-man or three or fourman, dictatorship cannot again plot in secret the massive domestic or international crimes" carried out by the Kremlin linder Stalin In that respect the changes that are most needed call for the creation of opposition parties, an independent judiciary and a free press-Quite obviously, until such institutions are brought into being in the USSR. there will be a dangerous tyranny over there, and we and our allies had better not slacken in our armed vigilance against it in the

Tolson Nichole Boardman Belmont Mason Mohr Parsons Rosen Tamm Nease Winterrowd Tele. Room \_ Holloman Gandy

•
Wash. Post and
Times_Herald ~
Wash. News
Wash. Star A-12
N. Y. Herald
Tribune
N. Y. Mirror
N. Y. Daily News
Daily Worker
The Worker
New Leader
•

Date APR 1.6 1956

NOT RITOTHEDEL

TO MAY 1 1956 ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

UALE 7 03 85 BY APOLOGALIMW

# Office Memorindum • United States Government

го		MR .	$A_{\bullet}$	$H_{ullet}$	BELMONT
	• .		~~~	22 4	DIJIM OIVI

DATE: July 30, 1956

1-1

Tolson Nighols

Boardman

Belmont

Parsons

Tamm \_\_\_\_ Nease :---Winterrowd

Tele. Room

Holloman

Gandy

FROM

MR. R. R. ROACH

1

SUBJECT:

ALLEN W. DULTES

DIRECTOR

CENTRAL INTELLIGENCE AGENCY

On 7-27-56 Colonel Sheffield Edwards, Director of Security, Central Intelligence Agency (CIA), advised Liaison Agent Papich that Dulles will be leaving on an extended trip which will take him to Europe and very likely the Far East. He is scheduled to depart about August 19, 1956, and will be gone approximately one month. Edwards indicated that during some of this period Dulles will also be vacationing.

#### ACTION:

In the past, Dulles has paid courtesy calls at the offices of some of our Legal Attaches. Although he has never initiated any official business with our representatives, it is nevertheless believed advisable to alert our Legal Attaches in Europe and Tokyo, Japan, concerning Dulles' travel. There is enclosed a letter to the appropriate Legal Attaches instructing them to extend the usual courtesies in the event Dulles contacts them but not to get involved in any official matters without prior check with the Bureau.

HEREIN IS UNCLASSIFIED BY A DO BY A DO

SJP:fjb

1 - Mr. Belmont

1 - Foreign Liaison Unit

1 - Liaison Section

1 - Mr. Papich

J'S

1/4

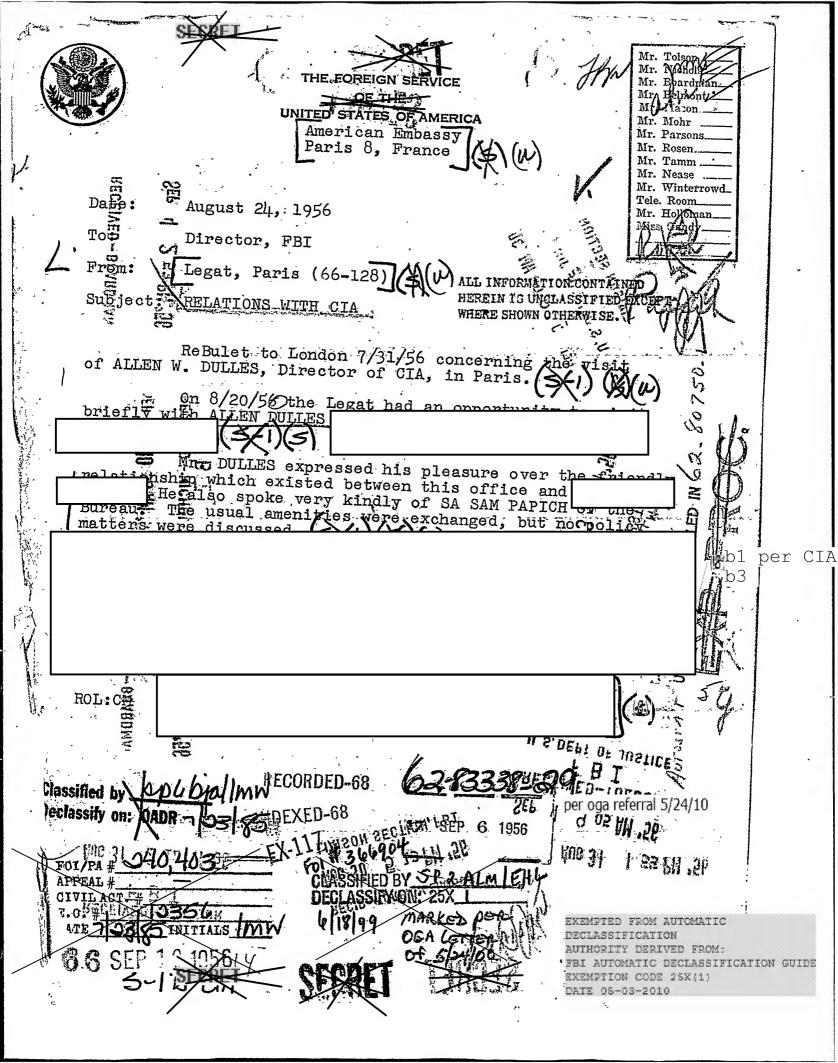
no OGA deletions per letter dated 9/7/10

RECORDED. 99 62 - 8 3.338-28

20 AUG 9 1956

SENT DIRECTOR

Orig & Capl 1 - Pari - Mad d- Roll 1 - Bonn LEGAL ATTACHE July 31. - Tokyo LOUDON, ENGLAND - yellow DIRECTOR, POI - Foreign Liaison - Liaison Section ALLEN W. DULLES 1 - Mr. Papich RECORDED-99 l - Mr. Belmont DIRECTOR CEUTRAL INVELLIGENCE AGENCY un I allen sand in balbete wet lief bet aboftet 83338-28 SAME AND STRUCK TO AND BEAUTIFIED Central Intelligence Agency (CIA), is expected to leave on a settended trip for Europe and the For East. He will depart only contine. It is expected that during for approximately and some in the form. In the event the Dulles contacts your office, you should extend the usual courtesies but you should not get involved in the discussion of any official nattors without first contacting the Bureau. ALL INFURMATION CONTAINED HEREIN IS UNCLASSIFIED. Madrid · Rone Bonn 1 – Tokyo Classifier Declassia 1 = Foreign Liaison Unit (detached) SJP:fjbCover memo Roach to Belmont 7-30-56 Captioned as above. MOOR SHIDKED READING ROOM 33118III FROM D. O. 30° Mg 55 E 18 W TIME DATE



10-9-56-203please want of that he pan its FOL # 366904
ALL FBI INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 6/21/19 BY SPAREN (EHL NOT RECORDED 14 007 16 1956 E OCT 22 1956

### CIAL WARNS OF NEW STRATEGY

A. W. Dulles Says New Plan of 'Parliamentary Conquest' Is Aimed at 3 Nations

By C. P. TRUSSELL

special to The New York Times. WASHINGTON, Sept. 1-Soviet peace smiles brought a warning today from Allen W. Dulles director of the Central Intelligence Agency.

Mr. Dunes said free people should watch and compat a new Kremlin strategy of "parliamentary conquest." The principal targets, he stated, are Italy, France, and Indonesia. He cited situations indicating important Boviet gains in these fields.

At the same time, Mr. Dulles deplored an apparent free-world indifference to a fact that the Russians could attain controls even with minority conquests in parliamentary bodies.
"Today \* \* \* the danger of

parliamentary compromises with the Communists, even in Europe," he stated, "is not to be ignored."

Mr. Dulles spoke frankly in an analysis of Soviet cold-war techniques that surprised many in Washington, The C. I. A. is perhaps the most hush-hush organization in the Government. Even Congressional investigating committees have not yet pried into its secrets where American security is involved.

However, Mr. Dulles respond-ed to a request from the House

Un-American Activities Communication analyse current Communist tactics. Such a request had been made to more than 100' other prominent Government of-ficials, military leaders, educa-tors, journalists, labor officials, business executives and political scientists. Before the committee

publishes the full findings it will

The findings of the C. I. A. were made public this afternoon. Mr. Dulles had concentrated

upon the dangers of the Soviet's "parliamentary" approach to conquest. This approach, he said, followed a pattern laid down by Lenin in the Nineteen Twenties.

Communist penetrations into free parliaments to date, he held,

were far more serious than startistic would imply.

In the country. Mr. Dulles brought out, have Communists strained a majority in an parliamentary body. This fact, he contended, has created a complainment of the contended, has created a complainment that is highly deposited. elifority.

"A few years ago ha reported, "I would have thought that Communist parts that Europe would have gr allies again among any non-Communist par-ties. Today, however, the danger of parliamentary compromises with the Communists, even in Europe, is not to be ignored." Mr., Dulles then reported on

the target spots he cited.
"In Asia," he stated, "this threat is even greater because it is generally less well understood. A recent indonesian Government netwitted Communication ernment permitted Communist influence to reach far into the Ministry of Defense. More than in Europe the Communist parties have managed in many countries to acquire a danger-ous degree of 'respectability'

and of acceptance as just another political party."

In the "target countries," Mr. Dulles stated, the Soviet pene-trations had become "serious."

148 in Office in Italy

"In the Italian Parlis "Int of 590 members," he stated, "there are now 143 Communist members. To these must be added seventy-five Nenni fellow-traveling left-wing Socialists, or a total of 218 who consistently vote and act with the Communists. Together, in the last elec-tions in 1953, their total popular vote was 9,500,000, or 35.6 per cent of the total. Chamber "The French

Deputies presents another situation which the Kremlin may be studying. There are today about 150 Communist members in the Chamber out of a present total of about 600.

"In Indonesia, the Communist party received 6,000,000 votes, or ate in the elections of September 1955, and they have a representation of thirty-nine members, or fifteen per cent of the total of the Indonesian Assembly." 17 per cent of the total elector-

Despite these official minority representations, Mr. Dulles said, the Communists had "moved

in." Mr. Dulles referred to the recent smile-and-peace pronouncements of the Soviet leaders. He

"Translated into a little less flamboyant language this means that the Communists propose to infiltrate our free legislative systems, to take over our parli-amentary Governments, and to use freedom which our system of government gives to destroy

all vestiges of that system \* \* \*.
"The Kremlin leaders have told us what they propose to do. It is up to the leaders of the free world, working together as al-lies and friends, to help to uncover and to frustrate this Communist design, which otherwise could threaten to wreck the free institutions of many countries and even endanger our own."

Mr. Belmon Mr. Mason .... Mr. Mohr .... Mr. Parsons. Mr. Rosen -Mr. Tamm Mr. Nease Mr. Winterr Tele. Room Mr. Holloma Miss Gandy... b6 b7C

Mr. Boarding

NOT RECORDED 191 SEP 12 956

INDEXED - B

FILED IN

EX-108

Joseph Galiteral Walters - Staly Joreugn Politics

To reugn Politics

To reugn Politics

To reugn Politics

To reugn Politics

Representative Brancis R Welter, Democrat of Pennsylvania.

Follow Lenin Pattern

Foreign Political

SEP 2

Section tickler 1 - Mr. Belmont 193,SEP 11 1956

11 SEP 11 1956

p3 per CIA

1 - Mr. Nichols

Dulles makes no mention of the fact that Soviet leader Nikita S. Khrushchev, during the course of his report to the Twentieth Congress of the CPSU, also stated that in nations "where capitalism is still strong...the transition to socialism will be attended by a sharp class revolutionary struggle."

### RECOMMENDATION:

None. For the information of the Director and yourself.

Whit

at on the

Office Memor Indum . UNITED STATES GOVERNMENT

Mr. Tolson

eptember 5, 1956

SUBJECT:

others."

Reference is made to my memorandum of September 4, Vinterrowd 1956, regarding the statement put out by the House Committee on Un-American Activities (HCUA) which had been given it by Allen W. Dulles, Director of CIA, regarding Soviet leaders' alerting the world that the communists are resorting to a parliamentary conquest of free nations. obtained a copy of Dulles' statement from the HCUA. The Director noted:

"I thought there was a House publication containing this & statements by

Liaison with the committee today disclosed that it will be another ten days to two weeks before the committee's pamphlet containing the statements of other prominent persons will be ready and that the committee released the Dulles statement individually as the first of a series of statements from more than 120 prominent Americans on various aspects of techniques of Soviet aggression. Special Agent Joseph Connors of the Washington Field Office advised today that there has been some thought of releasing the statement the Director gave the committee separately, but a date when this may be done has not been fixed. Connors is following this and the Bureau will be advised should the committee decide to release the Director's statement separately. In addition, arrangements have been made to obtain a copy of the House publication containing all of the statements as soon as it is available.

cc - Mr. Boardman

cc - Mr. Belmont

cc - Mr. Jones

Followed 9-12-56

JJM:rm (6)

176 SEP 10 1956 ALL INFORMATION CONTAINED HEREIN, IS UNCLASSIFIED 1956

10/15/85 APC bja/1mW

ORIGINAL FILED IN 61-16-

NOT RECORDED

# Office Memorialdum • United STATE GOVERNMENT

ro : Mr. Tolson

DATE: September 4, 1956

FROM

L. B. Nichols

SUBJECT:

Reference is made to the Washington City News Ticker item dated September 1, 1956, 1:40 p.m., quoting Allen W. Dulles, Director of CIA, as stating Soviet leaders have alerted the world that the communists are resorting to a parliamentary conquest of free nations. The statement by Dulles was put out by the House Committee on Un-American Activities. The Director asked that we get a copy of this publication. Through liaison with the committee, two copies of Dulles' statement have been obtained and are attached, one to the original of this memorandum and the second to the copy designated for Mr. Belmont.

Enclosure

JJM:rm ,, (4)

cc - Mr. Boardman

cc - Mr. Belmont, with copy of enclosure

was a House

mystation of

ALL INFORMATION CONTAIN
HEREIN IS UNCLASSIFIED,

NCLOSURE DA

NOT RECORDED 126 SEP 10 956

25 SEP 7, 1956

10 20 W 3

00 SEP 11 1956

ORIGINAL FILED (N

19.18

副

FILED

Tolson . Mr. Totson \_\_\_ Mr. Boardman Mr. Belmont Z Mr. Mason Mr. Mohr . Mr. Parsons . Mr. Rosen Mr. Tamm . Mr. Nease . Mr. Winterrowd \_ Tele. Room . Mr. Holloman . Miss Gandy .

DOUDAO

(RELEASE AT 7:00 P.M. EDT) (CIA)

(1,01 <u>(1,00</u>

ALLEN W. DULLES, DIRECTOR OF THE CENTRAL INTELLIGENCE AGENCY, SAID SOVIET LEADERS HAVE ALERTED THE WORLD THAT THE COMMUNISTS ARE RESORTING TO A "PARLIAMENTARY" CONQUEST OF FREE NATIONS. IN A STATEMENT MADE PUBLIC BY THE HOUSE COMMITTEE ON

UN-AMERICAN ACTIVITIES, CITED ITALY, FRANCE AND INDONESIA AS THE PRIME TARGETS OF THE KREMLIN'S NEW STRATEGY FOR WORLD CONTROL.

HE SAID THE COMMUNISTS PROPOSE TO INFILTRATE OUR FREE LEGISLATIVE SYSTEMS, TO TAKE OVER OUR PARLIAMENTARY GOVERNMENTS AND TO USE THE

FREEDOM WHICH OUR SYSTEM OF GOVERNMENT GIVES TO DESTROY ALL VESTIGES

THAT SYSTEM. THE COMMITTEE ISSUED DULLES' STATEMENT AS THE FIRST OF A SERIES FROM MORE THAN 120 PROMINENT AMERICANS ON TECHNIQUES OF SOVIET

AGGRESSION. DULLES' STATEMENT WAS WRITTEN JUNE 22.

DULLES, IN AN ANALYSIS OF MORE THAN 500,000 WORDS DELIVERED BY
SOVIET LEADERS AT THE 20TH PARTY CONGRESS IN MOSCOW LAST FEBRUARY, SAID THEY HAVE TOLD US IN NO UNCERTAIN WORDS WHAT THEY PROPOSE TO BO. HE CITED SPECIFICALLY AN ADDRESS BY COMMUNIST PARTY BO HE CITED SPECIFICALLY AN ADDRESS BY COMMUNIST PARTY BOSS

NIKITA\_KHRUSHCHEV. A FEW YEARS AGO," HE SAID, "I WOULD HAVE THOUGHT THAT COMMUNIST PARTIES IN EUROPE WOULD HAVE GREAT DIFFICULTY IN EVER AGAIN OBTAINING

ALLIES AMONG NON-COMMUNIST PARTIES. TODAY, HOWEVER, THE DANGER OF PARLIAMENTARY COMPROMISES WITH

THE COMMUNISTS, EVEN IN EUROPE, IS NOT TO BE IGNORED. HE SAID.

"IN ASIA THIS THREAT IS EVEN GREATER BECAUSE IT IS GENERALLY

LESS WELL UNDERSTOOD, HE SAID. 9/1--PA140P RECONDED 10 1956

WASHINGTON CITY NEWS SERVICE

## Office Memorandum • United States Government

MR. A. H. BELMONT TO

DATE: December 4, 1956

Boardman

UNRECORDED COPY FILED IN

Belmont Mason .

era

MR. R. R. ROAC FROM:

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 7/03/65

SUBJECT:

ALLEN DULLES, DIRECTOR CENTRAL INTELLIGENCE AGENCY

Nease. Winterrowd. Tele. Room Holloman .

You may be interested in the following information volunteered to Liaison Agent Papich by Mr. Dulles on December 3, Gandy. 1956.

Dulles confided that he recently was confronted with a decision as to whether he should submit his resignation to the President as is customarily done by Presidential appointees such as Cabinet officers. Dulles stated that he discussed the matter with Sherman Adams. He told Adams that he personally did not feel that the Office of the Director of Central Intelligence Agency (CIA) should be placed in a category of a political appointment. He, therefore, wanted to set a precedent whereby, from now on, the Director of CIA will not submit his resignation after a Presidential election. Dulles did not volunteer any information as to what views may have been expressed by Adams.

Dulles commented to Papich that he was just about finishing 4 years as Director of CIA and that this was the longest tenure of office held by any CIA Director so far. He gave the impression that he took great pride in this particular achievement and he then stated "Of course, I never expect to establish a see record like your Director."

Dulles' position regarding the submission of a letter of resignation to the President coupled with his other comments and in light of the spirit in which they were presented, gave the Liaison Agent the definite impression that Dulles personally would like to continue as Director of CIA. This is not surprising because he has always indicated that he liked his job. further indicate that to date the White House has not openly manifested any move to get rid of Dulles. Dulles may also be Dulles may also be maneuvering to determine just where he stands with the White House.

#### ACTION:

For your information.

1 - Mr. Belmont

1 - Mr. Roach

1 - Liaison Section

1 - Mr. Papich

SJP:amk

ES EX-1172

16 DEC 11 1956

FIR 1

Mr. Tolson Mr. Nichols Mr. Boardman

Mr. Belmont

Mr. Mohr Mr. Parson Mr. Rosen

Mr. Tamm. Mr. Trotter.

Mr. Nease., Tele. Room. Mr. Holloman.

Miss Gandy.

### STALINISM DEAD, G. I. A. HEAD SAYS

Allen Dulles Lays 2 'Fatal' Errors to New Soviet Team -Givés Yale Lecture

#### By RICHARD H. PARKE

Special to The New York Times, NEW HAVEN, Nov. 27—The director of the Central Intelligence Agency expressed doubt today that the Soviet Union would return to Stalinism. Allen W. Dulles, addressing a Yale Law School address, said

the new Soviet leaders had made two "fatal errors if they propose to retain the hard dictatorship which the teachings of Lenin and Stalin envisage."

First, he said, they "admitted to respectability the Tito experi-ment in Yugoslavia." Second, he said, they mistakenly believed they could introduce mass education and still "close off their people from access to the realities of the outside world."

Sees Conversion of Serfs

"In the industrial and educa? thinking human serfs into beings.

"They have seen satellites move dramatically toward freedom, and it is not too much to agency had been criticized for predict that the Soviet Union being caught "flat-footed in sit-can never be the same as it was uations such as in the Middle

Discussing the uprising in Hungary, Mr. Dulles said it "Such criticisms of the showed the people of that

Hungary, Mr. Dulles said it showed the people of that country were unwilling to "accept a half-way station toward liberty."

"In so doing," he added, "they have fended to disprove the theory, so long held; that revolt against a tyranny equipped with Lamont lecturer. The lecture was part of the university's observance of the Woodrow Wilson foredoomed to failure."

Whatever the final outcome Centennial.

in Hungary, those who have sacrificed themselves will not have failed. They have alerted the world once more to the tional progress which they have meaning of Soviet despotism, made," Mr. Dulles said, "they and have struck a blow for freehave gone far towards turning dom which will rank in history with the American and French Revolutions."

Mr. Dulles noted that his

servance of the Woodrow Wilson

7 1956

MP 9.8 1800

N. Y. TIMES

52 DEC 10 1956

(A).—Allen W. Dulles said yes-close off their people from access terday Soviet leaders made two to the realties of the outside errors fatal to the Kremlin dic-world," he said. tatorship in the "Tito experiment" and in introducing mass education to the Russian people.

in it is not too much to predict that the Soviet Union-can never be the same as it was in the days of Stalin," Mr. Dulles, director of the Central Intelligence Agency, said.

In a "Lamont Lecture" at Yale University on the life of Presi-dent Woodrow Wilson, Mr. Dulles defin woodrow which, Mr. Diffies said, "We are now going through dramatic days in our relations with the Soviet Union and it seems that some inexorable laws are at last catching up with the Soviet system."

Raised Question in 1955

He said he had raised the question 18 months ago in view of Kremlin approval of "the Tito form of heresy." How could the Soviet Union "deny the European satellites the right to a similar heresy?

"I only wish that this question had been a prophecy," Mr. Dulles said,."because it is proving to be true. Poland has already made moves in this direction. In Hungary the people were unwilling to accept a halfway station toward liberty and have electrified the world by their struggle for complete independence. In doing so, they have tended to disprove the theory so long held that revolt against tyranny equipped with modern weapons of war was foredoomed to failure.

"Whatever the final outcome in Hungary, those who have sacrificed themselves will not have failed. They have alerted the world once more to the meaning of Soviet despotism, and have struck a blow for freedom which will rank in history with the American and French revolu-

Mass Education Backfires Mr. Dulles said the Kremlin made a latal error in calcu-

lating that it could cafely introduce mass education into the Soviet Union and that those who were educated in science and technology would not come to think in political terms as well."

"Education has made it difficult, if not impossible, for the NEW HAVEN, Conn., Nov. 28 Soviet leaders to continue to

Boardman 4 Belmont Mason Mohr Parsons Rosen Tamm Nease Winterrowd Tele. Room Holloman . Gandy .

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED
DATE 7/03/85 BY APUDIA IMW

Wash. Post and	<b>-</b> ,
Times Herald	
Wash. News	-
Wash. Star B-19	-
N. Y. Herald	-
Tribune	
N. Y. Mirror	-,
N. Y. Daily News	-
Daily Worker	-
The Worker	-
New Leader	-
· /	

191 DEC 3

Date

UTIG & 1 - Yellow 1 - Mr. Belmont 1 - Didison Section August 1. 1957 Legal Attache, London RECURPED - 2, Garactor, FBI 38-- Mr. Papich ALLEN V. DULLES ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN WITHERVISE. DIRECTOR CENTRAL INTELLIGENCE AGENCY. For your information, Mr. Dulles is scheduled to leave Washington, D. C., on August 1, 1957, for a trip to Europe where he will call at various Central Intelligence Agency (CIA) stations. He will spend some time vacationing, very likely, in Switzerland. If Dulles calls at offices of any Legal Attaches, he should be treated courteously but you should not get involved in the discussion of any official business without first consulting the Bureau. 1 - Paris 1 - Madrid CLASSIFIED BY 5 P a ALM I - Rome DECLASSIFY ON: 25X 1 - Bonn 1 - Foreign Liaison Unit (detached) SOUDAIIMW Classified by SJP: bjt Lt Declassify Cover memo Roach to Belmont 7/30/57, same caption SJP:bjt 15 51 W. 21 St Sp. 2 Medienos Pero Clarko ON September 1800 Pero C no deletions per OGA 9/7/10 Tolson -Nichols . Boardman' Belmont -Mason . Mohr \_ Parsons Rosen Tamm Nease Winterrowd Tele. Room \_ Holloman -Mail Room \_

#### Office Memorandum UNITED STATES GOVERNMENT

Mr. A. H. Belmonti TO

DATE: July 30, 1957

Tolson

Nichols . Boardma

Mohr Parsons

Rosen

Tamm

Nease . Winterrowd Tele. Room

Gandy.

FROM:

Mr. R. R. Roac

SUBJECT:

ALLEN W. DULLES

DIRECTOR

CENTRAL INTELLIGENCE AGENCY

ALL THROPMATION CONTAINED herein is unchassified except

WHERE SHOWN ONHERWISE.

The Liaison Agent has been informed that Allen Dulles of Holloman will depart from Washington, D. C., on Thursday, August 1, 1957, for a trip to Europe, where he will be calling at various Central Intelligence Agency (CIA) stations . He will also be vacationing, very likely, in Switzerland.

#### ACTION:

Enclosed herewith is a letter to our Legal Attaches in Europe. In the past, Dulles has paid courtesy calls on some of our Legal Attaches. It is not expected that he will bring up any official business but the Legal Attaches are being instructed not to get involved in such matters without first checking with the Bureau.

Enclosure Level 6-1-57

SJP:bjt fit

1 - Mr. Belmont

1 - Foreign Liaison

I - Liaison Section

1 - Mr. Papich

6/21/99

PER OGA REVIEW ON 5-124/00

no deletions per OGA ltr

Classified by 600 ( Declassify on:

RECORDED - 27

AUG 7 1957

EXEMPTED FROM AUTOMATIC DECLASSIFICATION TALL INFORMATION CONTAINED UTHORITY DERIVED FROM: HEREIN IS UNCLASSIFIED EXCEPT FBI AUTOMATIC DECLASSIFICATION GUIDE EXEMPTION CODE 25X(uc/baw 60324) WHERE SHOWN OTHERWISE Office Memorandum UNITED STATES GOVERNMENT per oga letter dated 9/7/10 SEE REVERSE TO MR. A. H. BELMONT DATE: April 5, 1957 SIDE FOR CLASSIFICATION ACTION MR. R. R. ROA FROM: FOR INSTRUCTIONS AS SUBJECT: JOSEPH ALSOP Mohr TO DISSEMINATION Parson SEE FILE 100 - 3544-77-208 Roser Tamm Nease Winter: On April 4, 1957, Agent Papich met with Allen Tele. f Dulles and James Angleton of the Central Intelligence Hollon Agency (CIA), at which time Dulles volunteered some comments concerning the instant case. Dulles had just finished reading a summary of information concerning Alsop compiled by the Bureau Dulles remarked, "This is really a tough one." He stated that as far as he was concerned, it would be most important to identiFy homosexuals in Government who might have been futilized by Alsor as sources, since such individuals would naturally be vulnerable to recruitment by the Soviets. Dulles expressed the opinion that Alsop very likely would not divulge very much information along these lines. Shortly after, Agent Papich met with Angleton; Dulles was not present. Angleton advised that a cable had just Angleton rega The following was the the capie. pertinent information bl per Alsop manifested a casual attitude relative to the interview and tried to give the impression that he was not disturbed about his situation nevertneless, describe (5) Alsop as being under "heavy emotional strain." Alsop admitted that he had engaged in homosexual activity with several Government clerks in Washington, D. C. He emphasized that most of his homosexual activity had taken place in New York City. emphatically refused to identify any individuals. He claimed that he did not know of any top Government officials who were homosexuals. He told Welch that he expected that an investigation was being conducted in Washington, D. C., concerning his activities and as far as he was concerned, this would be "fruitless." He stated that while Guy Burgess, former British diplomat, was in Washington, D. C., he and Burgess had the same boyfriend. He refused to identify the boyfriend. Alsop state. that while in Moscow, he did not see or seek Burgess. SIRebal (4) SJP:bal (4) b , 50,0 4-9-57-6 LA FOR NOT RECORDED 76 APR 12 495718 20 APR 1 Dy1857 2 a. 1 - Liaison Section MITTARS OF THE 1 - Mr. Papich Borand

Wemo Wr. Roach to Wr. Belmont Re: JOSEPH ALSOP

(5)

STORE

with any Soviet other than with the exception of the recent incident in Moscow. Alsop indicated that he would remain in Europe; that he was proceeding to Cairo, Egypt; that he planned to travel to satellite countries; and that he expected to return to Moscow for a visit.

Angleton advised Agent Papich that the foregoing information had not yet been furnished to Dulles and that for the time being, he was furnishing it strictly for the Bureau's information. He stated that complete details of the interrogation would be furnished to the Bureau

Angleton then volunteered some observations on a b1 per CIA strictly confidential basis. He stated that at the present b3 time in CIA the only individuals who were familiar with the recent Alsop development were: Allen Dulles General Cabell Frank Wisner. Colonel Sheffield Edwards,

and Angleton. Angleton stated that Dulles himself had been a good friend of the Alsops and that when Dulles first came to Washington a few years ago; he stayed at the Alsop home. In Angleton's opinion, this had been a stupid move on the part of Dulles. Angleton personally feels that Dulles is a man of integrity and that he has never left himsel; in a position where he could be compromised by Alsop. Angleton was particularly referring to possible leaks of information from Dulles. Angleton stated that a few weeks ago, Dulles and Alsop had a bitter argument as a result of some information which Alsop had printed in one of his columns. The information was directly related to a briefing which Allen Dulles had made before the National Security Council. Dulles called Alsop and charged him with "treasonable conduct."

With regard to Wisner, Angleton advised that this was a different situation. He stated that Wisner, for years, has been a close friend of Alsop's and Angleton is now greatly concerned because Wisner might be inclined to adopt a subjective rather than an objective attitude toward the case. Angleton stated he is doing everything possible to make certain that Wisner does not assume a dominating or directing position with regard to action taken by CIA in this matter

Angleton stated that another individual who presents a problem is Robert Amory, Deputy Director of Intelligence, CIA, Amory is one of the key men in CIA's preparation of intelligence estimates. According to Angleton, Amory has been a close friend of both Alsops



Memo Roach to Belmont Re: Joseph Alsop

15)

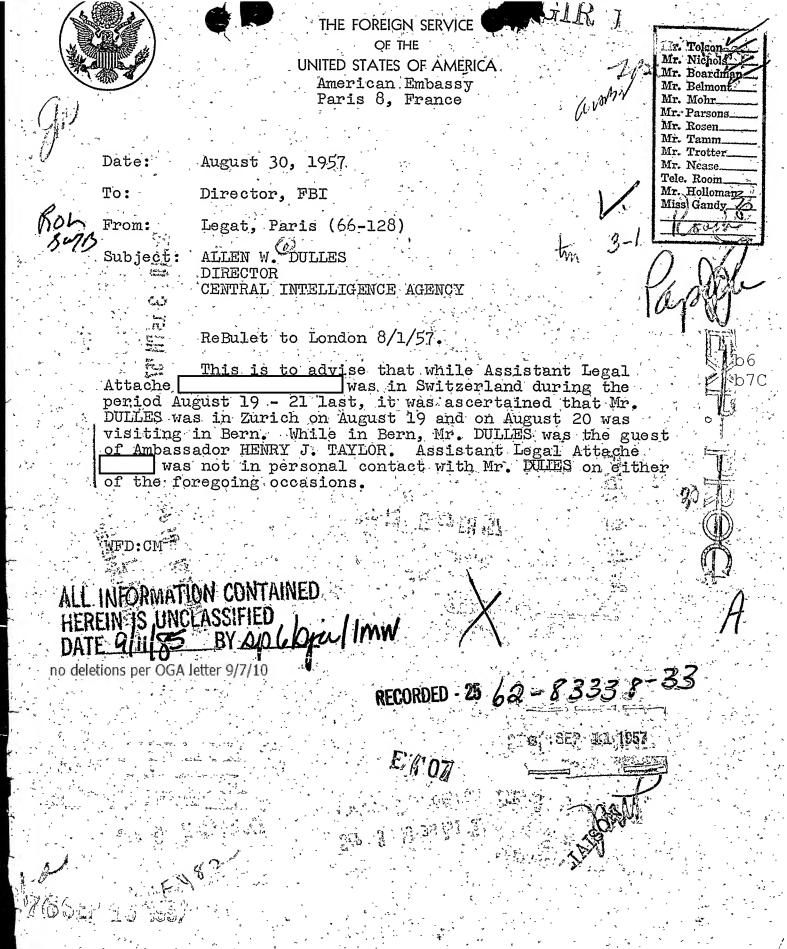
(S)

Angleton made the observation that both CIA and FBI should not forget the fact that in the past, at least, Carmel Offie was friendly with Joseph Alsop. Offie has been reliably reported to be a homosexual. Angleton raised one question with Liaison Agent.  $\underline{ ilde{H}}e$  stated that in his opinion] by now. must have some knowledge of the Alsop incident in Moscow. Angleton inquired if the Rureau had any objection if he checked with on this matter. He plans to inquire as to exactly what the might have bl per OBSERVATION: b3 Although Angleton feels that Allen Dulles himself is not vulnerable as a result of his associations with Alsop, the Liaison Agent received the very strong impression on April 4, 1957, when he met with the Director of CIA, that Dulles was extremely worried. Dulles undoubtedly is going over in his own mind concerning all meetings he ever had with Alsop. Furthermore, he undoubtedly cannot forget the fact that many of his own employees have been closely associated with the subject. In this connection, we should bear in mind that several CIA officials have been very active in the Georgetown social set, which included Alsop. ACTION: If you approve, Liaison will advise Analeton that any decision he makes concerning contacting the is his own that contact with the on this matter will not interfere with Pureau operations; and that if he develops any information of interest to the Bureau, we would like to be advised

answered in another

I know to the

were told he usuamed



STANDARD FORM NO. 64 Office Memorandum • united states government : Mr. A. H. Belmont DATE: September 18, 1957

FROM: Mr. R. R. Roach

SUBJECT: ALLEN DULLES, DIRECTOR

CENTRAL INTELLIGENCE AGENCY

The Liaison Agent was informed on September 17, 1957, that Allen Dulles is departing for the West Coast on the afternoon of September 18, 1957. He is scheduled to make a speech at a dinner affair sponsored by the Advertising Council, Incorporated. It is believed that the speech will be made in Los Angeles.

On September 17, 1957, James Angleton of the Central Intelligence Agency confidentially advised that Dulles had been requested by his brother, the Secretary of State, to make the speech which reportedly will have ramifications in our foreign policy field.

ACTION:

None. For your information.

MATION CONTAINED SJP: bjt WHE

1 - Mr. Nichols

1 - Mr. Belmont

1 - Mr. W. C. Sullivan

1 - Liaison Section

1 - Mr. Papich

SEP 20 1957

Nease Winterrowd Tele. Room

Gandy.

Holloman -

no deletions per OGA letter 9/7/10

STAP EXED FORM NO. 64

# fice Memorandum • UNITED STATES GOVERNMENT

Mr. A. H. Belmont TO

DATE: September 25, 1957

Boardman Belmont Mason

Rosen

Tamm Nease

Winterrowd

Tele. Room

FROM: Mr. R. R. Roach BALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED

SUBJECT:

ALLEN W. DULLES

ADDRESS MADE BEFORE ADVERTISING COUNCIL, INC. SAN FRANCISCO, CALIFORNIA

SEPTEMBER 19, 1957

Holloman . Enclosed herewith is a copy of a speech entitled The Communists Also Have Their Problems," made by Allen Dulles before the Advertising Council, Inc., at San Francisco, California, on September 19, 1957. This document was furnished to the Liaison Agent on September 23, 1957, by Dulles.

This speech has already been publicized in newspapers. states that the ideological fervor "is seeping out of the international revolutionary communist movement, particularly in the Soviet Union." He states that Marxism was not designed for the atomic age and Russia is now confronted with numerous and complex industrial and technological problems which can't be resolved by applying Marxist and Leninist principles. Dulles claims that collective leadership in Russia has failed, as evidenced in the disposals of Molotov and Kaganovich. According to Dulles, the claim that the purpose of recent changes in the Soviet administration was to return to pure Leninist communism is "camouflage." Dulles asserts that communist and Marxist theories did not play decisive roles in the struggle in Russia and, to the contrary, "it: was a question of power politics."

Dulles stated that the Soviet leaders are divided on three issues: (1) The decentralization of industry. He points out that this decentralization will remove some of the power from the central governing ment at Moscow to the provinces and, thus, create a problem. (2) The 8 agricultural problem. Dulles refers to this as the "Achilles heel" of , agricultural problem. Dulles refers to this as the "Achilles heel" of S \ \frac{1}{2} \ \frac{1}{2 policy of investing heavily in the semi-arid and virgin lands is great and may put Khrushchev on the spot. He points out that 45% of Soviet  $\sqrt{8}$ . Labor is on farms as compared with the figure of 10% in the United States. (3) Foreign policy and policy toward the European satellites, Khrushchev continues to be vulnerable because of the policy followed with regard to Yugoslavia and for promoting a doctrine of "differing roads to Socialism." 22-63338-3 RECORDED-46

Dulles maintains that the Russian people still live; in dream world, considering everything outside of Russia. He is of the opinion that the Russians will continue to restrict the people from

Enclosure SJP:bjt (6) by 1 - Mr. Nichols

1 - Mr. Belmont 1 - Mr. W. C. Sulliva

1 - Liaison Section

1 - Mr. Papich

Memorandum Mr. Roach to Mr. Belmont RE: ALLEN W. DULLES ADDRESS MADE BEFORE ADVERTISING COUNCIL, INC. SAN FRANCISCO, CALIFORNIA SEPTEMBER 19, 1957

learning what goes on in the outside world. He states that there is student and intellectual unrest in Russia which may develop into a serious problem. He further points out that the Soviet leaders can't hold back the desire of their scientists and technicians to learn and expand their knowledge.

Dulles states that today communism is more valuable as an article of export than it is as a solution for the Soviet problems. He states that communism continues to have an appeal in undeveloped areas but in those countries where industrialization has expanded, communism is losing its appeal.

Dulles makes an interesting analogy in comparing communism as a revolutionary movement with the French Revolution. He describes the pattern as follows: Intellectuals assert themselves and adopt a "reform program." Revolutionary elements then take over from the intellectuals which leads to a reign of terror. Successive groups of leaders are destroyed with each change in the revolution. "Eventually human nature rebels and demands a more normal life. Then the practical political and military leaders depose the extremists." Dulles comments on the foregoing by stating that military dictatorship is one of the possible lines of evolution in the Soviet Union.

#### ACTION:

None. For your information.

Con

33hr

Mer

Land Land

"THE COMMUNISTS ALSO HAVE THEIR PROBLEMS"

ADDRESS BY ALLEN WELSH DULLES,
DIRECTOR OF CENTRAL INTELLIGENCE
BEFORE THE ADVERTISING COUNCIL, INC.,
19 September 1957
ST. FRANCIS HOTEL,
SAN FRANCISCO, CALIFORNIA

It is a privilege to have this opportunity to recognize publicly the generosity of the Advertising Council in devoting so great a share of its time and resources in the general welfare. You have freely supported those great causes which promote domestically and internationally the ideals of our people. You have been in the forefront of campaigns to alert the people of this country to the dangers of alien and destructive movements such as international communism. As one in Government who has had the opportunity of judging of the effectiveness of this work, I wish to express gratitude.

It may seem a bit paradoxical that the Director of Central Intelligence should be addressing the Advertising Council. You represent the trend -- which seems quite irresistible -- that "it pays to advertise."

I am the head of the silent service and cannot advertise my wares. Sometimes, I admit, this is a bit irksome. Often we know a bit more about what is going on in the world than we are credited with, and we realize a little advertisement might improve our public relations. For major reasons of policy, however, public relations must be sacrificed to the security of our operations.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE TO THE PLANTS OF THE PROPERTY OF THE PRO

62-83338-35

You and we, however, have much in common. We are both deeply concerned with the impact of ideas on human behaviour. In carrying out one of the Central Intelligence Agency's important tasks — that of estimating future developments in the foreign field — the ability to analyze public reactions is essential in our job. We, as you, have to judge whether ideas have a transitory value or will have an enduring effect upon the behaviours of people.

In particular, it is a fascinating study to follow the development of the ideas behind certain of the great revolutionary movements. Some such movements were promoted by religious fervor, some by brute military force, many by a combination of might and assertions of right. These movements have had their day -- long or short. Some have had broad geographic appeal -- some were limited to a particular area and the history of some has never really been deciphered. Our civilization, despite the dark ages, has been tough enough to survive the most vigorous and long-lived revolutionary assaults on mind and body.

Tonight I propose to give you the results of an analysis of the recent happenings within the Soviet Communist world and I shall be bold enough to draw certain conclusions which support my conviction that radical changes are taking place and more are in the making.

The initial ideological fervor, I believe, is seeping out of the international revolutionary communist movement, particularly in the Soviet Union. Marxism was not designed for the atomic age of the mid-twentieth century. Effective as Communism has been in establishing control of two powerful nations and imposing its will on a number of Satellite countries, it is beginning to encounter difficulties in coping with the complex industrial and technological problems of today. Further, while some of the industrial and military achievements of both the USSR and Communist China have stirred the pride of its citizens, Communism has failed to devise a political system capable of commanding the loyalties of governed peoples without resort to the cruel barbarities of mass terror. It has satisfied neither the ideals, the aspirations, nor the needs of the people subject to its domination.

Accordingly, the leaders of international communism are being forced to review their situation and to consider major changes—changes which strike at the very heart of the system. The theories of Marx and Lenin proved useful window-dressing behind which the Communists established their monopoly of political power—the so-called dictator—ship of the proletariat. These ideas are of little aid in guiding the Communist dictatorship in meeting the challenge of the world today.

What prophet is there left in Soviet Russia? Marx and
Lenin are given lip service, but their advice and counsel have
little applicability today. Stalin has been discredited though his embarrassing remains are still on view in the
Kremlin. Khrushchev is unlikely to blossom out as a
creator of new Communist doctrine though his impetuosity and
unpredictability remain a matter of grave concern in an international
situation as tense as that of today. Mao retains his role as a
prophet in China, but he, too, is having his troubles.

When Stalin disappeared from the scene a little less than five years ago, he left a clouded heritage. His later years of dictatorship had brought the Soviet Union close to war and disaster. Ventures in Greece, at Berlin, and finally in Korea had opened the eyes even of the credulous abroad. Domestically, harsh measures of forced industrialization and military buildup, successful as they were technologically, had left little place for meeting the needs of the people.

Moreover, the systematic cruelties of the secret police had created popular unrest, suspicion and despair. Khrushchev told us the story of how terror-ridden Soviet life had become in his now well-known secret speech at the 20th Party Congress over a year ago—a speech still unpublished in the Communist world. It was too strong medicine for popular consumption, although bits and pieces of it were allowed to leak out.

Stalin's successors had the difficult task of tempering a dictatorship but yet maintaining complete authority, of doing away with the Stalinist type of secret police repression and yet keeping the people under iron discipline, of maintaining a tight rein but still creating the impression, and giving some of the substance, of a new measure of freedom.

Beria found it hard to fit into this picture. He did not want to relinquish his personal control of the secret police through which he hoped to gain the top position. His plot was discovered and he was liquidated. Since then the military seems to have become the decisive element where force or the threat of force was required to support a political decision.

After the Beria crisis we were told that the dictatorship of the proletariat had become a collective leadership—more properly described as a collective dictatorship. True enough, the crisis of readjustment to the post-Stalin era brought together in uneasy harmony the surviving members of the governing body known as the Presidium of the Party. Many here at home and abroad wrongly estimated that this might be an enduring form of government. Actually bitter personal rivalries and basic differences of philosophies and outlook remain unreconciled.

The ultimate authority to make crucial decisions must rest firmly somewhere and that "somewhere" is unlikely for long to be

in a collective. Majority rule is appropriate for legislative and judicial bodies, but it does not function satisfactorily in the executive field, where decisiveness of action is essential.

For a time after Stalin's disappearance from the scene,
Malenkov tried to lead the collective team, seemingly down a course
which promised a better break for the people than they had ever had
before. In 1955 he was forced to confess his incapacity and Khrushchev took over, committing himself, like his predecessor, to the
collective rule formula.

Then, last June, the inevitable irreconcilable conflict of opinions emerged, the collective broke down and, with the approval of the military, in particular Zhukov, Khrushchev eliminated his rivals—Molotov and Kaganovich, who really felt that the old Stalinist and foreign policies were preferable, and Malenkov, who due to his relative youth, political experience, and apparent popularity, was a dangerous potential rival. At the moment, Khrushchev is busily engaged in implicating Malenkov in the crimes of Stalin's later days, classing him as "shadow and tool." of Beria. Since Beria was shot for treason, the threat to Malenkov is naked enough for all to see.

So the history of Soviet governmental changes repeats itself, although in a slightly different pattern from that of the two previous decades. Those recently purged have not yet been liquidated

like Beria or eliminated by mock trials such as those of the late 1930's. With a touch of almost sardonic humor, the miscreants have been assigned to the oblivion of Siberia or the darkness of Outer Mongolia.

It was the hand-picked Central Committee of the Communist
Party, with the backing of the Army, which played the decisive role
in last summer's changes in the high command. This suggests that
the Presidium on its own can no longer deal with recalcitrant
members, at least in a situation where the issues are closely drawn
and where those to be eliminated are not in a hopeless minority.

The claim that the purpose of these changes was to get back to the pure Leninist Communism of the past is camouflage. No differing theories of Communist and Marxist dogma played a decisive role in this struggle. It was a question of power politics in a situation where hard decisions had to be made in both the domestic and foreign fields. There were in fact very deep and fundamental divergences of views among the members of the Presidium and the collective failed to function because the differences were not susceptible of compromise.

Three main issues divided the Soviet leaders. The first concerned the decentralization of industry.

After years of extolling the virtues of a centrally planned economy, some of the Soviet leaders have recently begun to stress

the need of local initiative to improve efficiency at the plant level. By the use of local resources, it was hoped to ease the burden on transport facilities, minimize duplication of effort and stimulate managerial initiative. Acting on these theories, Khrushchev recently forced through a program to decentralize away from Moscow many elements of control of the great Soviet industrial machine, in the most sweeping reorganization of the economic management machinery since the first Five Year Plan was adopted in 1928.

Some 27 specialized economic ministries in Moscow were abolished and replaced by 105 regional economic councils.

Last June, several of Khrushchev's colleagues tried to reverse all this.

The reason for the reorganization is readily understandable if one tries to conceive of the bureaucratic mess which we would have if we attempted to manage from the Capital all the details of a growing industrial complex more dispersed geographically than that of the United States and approaching one-half of its size.

There should be eventual economic benefits from the decentralization, but Khrushchev's plan will creat as many problems as it solves.

A long period of transitional confusion is certain while new administrative command and coordination channels are worked out.

In the longer run, there is the danger for the Soviet Union that a

kind of economic provincialism will develop to threaten the dominance of the central government.

The reason for the bitter fight against this reorganization by many of Khrushchev's colleagues is clear. The decentralization will remove some of the power from the central government in Moscow and transfer it to the provinces. Here only two members of the Presidium are in a position to exercise real influence, Khrushchev, through his control of the party machinery throughout the Soviet Union, and the military, presently represented by Marshal Zhukov.

The second issue dividing the Soviet leaders in June last was the agricultural problem, often called the Achilles heel of the Soviet system. Khrushchev has been pressing for ever-increasing areas of State-controlled farm lands, on the pattern of the huge development he had started in the so-called "virgin lands" east of the Caspian, in order to make good the shortcomings of Communism's greatest flasco — the collectivized farm system. This involves some 80 - 100 million acres; larger than the entire wheat acreage of the United States.

For many years Soviet emphasis on heavy industry and military strength drained manpower and capital investments away from the farms, making agriculture the stepchild of the Stalinist economy. In contrast with the rapid growth rate of other parts of the Soviet economy, for the past twenty years Soviet production

of agricultural commodities has failed to increase as fast as the population of the USSR.

After all, soil conditions, rainfall and temperature do not favor the Soviet Union despite its vast area. Less than 10% of the country is likely to produce reasonable agricultural yields in normal years. Moreover, the combination of bureaucratic mismanagement, and Communist neglect of the motivating force of personal incentives had resulted in an inefficiency of farm labor so great that it takes about one farm worker to feed and supply every four persons in the USSR, whereas the ratio in the United States is about one for every sixteen persons. Hence, 45% of Soviet labor is on the farms as compared with 10% of American workers.

Khrushchev's responsibility for the policy of investing heavily in the semi-arid, agriculturally marginal "virgin" lands is very great. So far he has been lucky, with one excellent crop and one fair one. This year (1957) promises to be only fair and there is no doubt that many Soviet leaders fear a major crop failure as the moisture is used up in the new lands. Even Mikoyan, who has stuck with Khrushchev so far and now is probably the number two man in the party, is said to have been dubious about the "virgin" lands program.

The final success or failure of the program is still to be determined and Khrushchev's personal reputation is deeply involved.

He has promised his people equality per capita with Americans in milk and butter by 1958 and in meat by 1961. This latter would involve an increase of 3 1/2 times in Soviet meat production which, to say the least, is an ambitious program, even taking into account the noted fertility of the rabbit, which is included in the Soviet calculations as well as their claimed ability to produce a larger number of twin lambs.

Finally, a third point at issue between Khrushchev and his opponents lay in the related fields of foreign policy and policy toward the European Satellites. Here Khrushchev was attacked by Molotov and his followers for having weakened the Soviet position by his policy of reconciliation with Yugoslavia and by his Austrian settlement. He was, in fact, vulnerable to the charge of having opened the flood gates to revolt by stimulating support for the doctrine of "differing roads to Socialism," a heresy that is now threatening the monolithic structure of the Soviet empire.

For a time during the Hungarian Revolution, the ranks in the Soviet leadership had closed and Khrushchev personally as well as his opponents must bear the responsibility for the ruthless intervention in November 1956. The scars of dissent remained, however, and in the indictment of Molotov by the Central Committee, his Yugoslav and Austrian policies are the subject of particular criticism. Hungary goes unmentioned.

Moscow's future policy toward the European Satellites remains unresolved. Though Molotov was vigorously attacked for his mistaken attitude, Khrushchev, since the Polish and Hungarian revolts, has feared the contagious influence of granting more freedom anywhere. Certainly none of the Soviet leaders cares to remember the precepts of Lenin, who had this to say in 1917:

"If Finland, if Poland, if the Ukraine break away
from Russia there is nothing bad about that....
No nation can be free if it oppresses other nations."

These were the major issues on which Khrushchev fought for, and by an eyelash won, the leadership of the Soviet Union.

There are many other burning problems facing the new group ruling the Soviet Union.

First of all, they have the problem of East-West contacts, which for propaganda purposes at least they strongly claim to favor. Can the leaders really permit the people of the USSR to have know-ledge of the facts of life? Do they dare open up to the press, to radio, to television?

Except for certain supervised and guided tours, the answer to this so far seems to be "no." We can guess how frightened they are from their panicky warnings to Soviet youth about being deceived by the words of the American boys and girls who went to Moscow

recently for the big Soviet Youth Festival.

Similarly, they do not dare publish such documents as the Khrushchev secret speech, the U.N. report on Hungary, nor the basic attack on Communist doctrine by the Yugoslav, Djilas, in his recently published book, "The New Class."

Instead of dealing with such criticisms openly, Soviet leaders try to sweep them under the rug and keep their own people in the dark.

There was recently published in Moscow a highly realistic novel, with the eloquent title Not By Bread Alone. It evoked great popular interest in the USSR because it showed some of the seamier side of political life and bureaucracy in the Soviet Union today. All the big guns of the Soviet regime began to fire at the author, Dudintsev, and Khrushchev himself recently lambasted the book as misguided and dangerous. It is significant that they have not yet banned it. Probably they were too late in realizing its subtle attack on the foundations of the Communist system.

By and large the bulk of the Russian people still live in a dream world about everything outside the USSR, and the most tragic part about this is the distorted facts and fancies the Soviet leaders give their own people about the allegedly hostile attitudes of Americans toward them. The exchange of a few controlled travelling delegations is not enough. The barriers to information and knowledge must be torn down.

The Soviet leaders also have to deal with the problems created by their own educational system and by the development of an industrial and technical elite. Under the lash of its pell-mell industrialization program, the USSR in the past decade has enormously speeded up the education of the Russian people, particularly in the scientific and technical field. As a result, the USSR is turning out hundreds of thousands of graduates of schools corresponding to our high schools and colleges.

It is true that in their educational system they emphasize scientific and technical fields much more than social sciences and the humanities. But knowledge is not an inert substance. It has a way of seeping across lines and into adjacent compartments of learning. The Soviet leaders, I firmly believe, cannot illuminate their scientific lecture halls and laboratories without also letting the light of truth into their history and economics classrooms. Students cannot be conditioned to turning off their analytical processes when the instructor changes a topic.

Student and intellectual unrest is a troublesome challenge to a dictatorship. The Chinese Communists experimented briefly with placating critics by liberalizing their thought-control system — emunciating the doctrine known as "let a hundred flowers bloom, let a hundred schools of thought contend." In the face of the far-reaching criticisms promptly voiced by Chinese intellectuals,

the Peiping regime quickly reversed itself and has only a few weeks ago resumed the practice of publicly executing students who dared to suggest that China's ills result in part from flaws in the Communist system itself.

The education which Soviet and Chinese Communist leaders give their people is a dangerous commodity for a dictatorship. Men and women who have their critical faculties sharpened are beginning to question why the Russian people cannot be freed from rigid Communist Party and police-state discipline, given a greater economic share of the fruit of their labors, and allowed to participate -- at least by an effective expression of consent -- in their own governing.

In the past the Soviets counted particularly upon their ability to appeal with success to the youth and the students. In 1905 Lemin wrote, "We are the party of the future but the future belongs to the young. We are the party of innovation, and it is to the innovators that youth always gladly gives its allegiance. We are the party of self-sacrificing struggle against the ancient rot, and the young are always readiest for sacrificial combat -- and we shall always be the party of the youth of the advanced class."

That proud boast could not be made today. The Hungarian students were ready for combat, but against the Soviets, not for them. The deep disillusionment of the Polish youth with the

Soviet-imposed version of Communism can be read in their brilliantly edited publications, and in spite of Soviet censorship there is evidence that they are read eagerly by those who can obtain them in the Russian universities.

The Soviet government can still organize massive propaganda circuses like the recent Moscow Youth Festival. They can train an ever increasing number of young scientists and technicians. They can bribe the ambitious with the rewards of power and special privilege in the swollen bureaucracy. But they are finding it increasingly difficult to enlist in their cause the self-sacrificing and idealistic young men that Lenin once so counted on and who are the real motive power of successful revolutionary movements.

The Soviet leaders also have the growing problem of the technical and managerial elite which has been created to run Soviet industry -- now being decentralized. It will not be easy to restrain this class of people from using its critical skills to question the cumbersome governmental and Communist Party bureaucracy and what it is doing -- or not doing -- to give the members of that elite a better life.

Probably it is out of respect for the growing perceptiveness of the people of Russia, and at least out of recognition of popular yearning for peace, that Soviet leaders have been forced to give lip service to disarmament, another grave problem before the Moscow

leaders. Now that the issue of conceding some form of inspection and control in the USSR is squarely presented, they are hesitating. This propsect goes against every tradition and instinct of the secretive and suspicious Communist dictators.

These are some of the practical issues which Khrushchev now faces. There is no easy solution. After all, dictatorships, whether of the Stalin or of the Hitler type, can for a time exact great sacrifices from their peoples and achieve great materialistic accomplishments. In fact, for a limited period, it may be easier for a dictatorship to make steel than bread and butter — easier to build a mighty war machine than to satisfy the moral, spiritual and material needs of a great and diverse people. This is certainly the case with the Communist dictatorship in the USSR.

Today Communism is more valuable as an article of export than it is as a solution for the problems of a country like the Soviet Union, which is making great strides in fields of material progress, but which has still found no way of creating a government which can meet the needs and aspirations of its people.

Undoubtedly in many areas of the world, particularly those recently freed from Colonial rule, the image of Communism still has an appeal. It seems to combine the advantages of strict discipline at the top with the promise of quick industrialization.

These factors appeal to new nations struggling with the task of making a government work among peoples who have had little experience with it and who at the same time have the desire to become quickly an industrial force in their own right.

The politically unsophisticated peoples of the underdeveloped nations have yet to learn what the peoples of the Communist world are slowly coming to understand about Marxism and industrial growth.

Djilas, the Yugoslav Communist heretic, put it well:

"Modern Communism began as an idea with the inception of modern industry. It is dying out or being eliminated in those countries where industrial development has achieved its basic purposes. It flourishes in those countries where this has not yet happened."

In fact, I would add to this that the force of ideological Communism seems weakest in those countries like the USSR, where it has been the longest in control. It has its strongest appeal to the minds of these peoples in the underdeveloped areas of the world where they have had no practical experience with it.

Viewed in broad perspective, Communism is only one of the many great revolutionary movements that have swept into world history. Such movements seemed to combine an ideology or a faith expressed as a program of action; and a discipline through a

political or military machine capable of organizing the energies of the people in order to carry out the ideas that have captured their imaginations and loyalties.

I realize that historical analogies are notoriously treacherous. But there may be food for thought in comparing the evolution of Soviet Communism with the classical periods of revolutionary movements. Possibly the closest parallel in history is with the French Revolution.

The pattern seems to be this: the intellectuals desert their political institutions and adopt what they call a "Reform Program." Then, revolutionary elements take over from the intellectuals and seize power, generally beginning with the moderates of the Danton type, and passing through the extremists like Robespierre, with a reign of inhuman zeal and terror. Successive groups of leaders are destroyed with each change in the tempo of the revolution. As Vergniaud said in the course of the French Revolution, "The Revolution, like Saturn, devours its own children." Eventually, human nature rebels and demands a more normal life. Then the practical political and military leaders depose the extremists.

Finally, in the case of the French Revolution, there was the temptation, to which they quickly yielded, to indulge in foreign military adventure, and -- eventually the access to power of the military man on horseback, Bonaparte. There is, naturally,

considerable speculation these days as to whether this last phase of the French Revolution will be repeated in the case of Soviet Communism. I have no crystal ball answer, but certainly military dictatorship is one of the possible lines of evolution in the Soviet Union.

From this analysis of developments in the Soviet Union, it is fair to conclude that I believe that the old Communist dialectic of Marx, Lenin and even Stalin does not answer the problems of the Soviet Union today -- either those of its industrial growth or of its lasting control over the great peoples living within the Soviet Union.

It would flow from this that Khrushchev and whoever he may associate with himself in the leadership, assuming he keeps his control for a time, will have to determine how they are going to accomplish this dual task. Will they meet it by further relaxation, thereby increasing the moral and industrial potential of the Soviet Union itself, and the prospects of peace, but risking the loss of the Satellite countries? Will they attempt a reversion to something like Stalinism under another name as some of the tough, uncompromising language and actions from Moscow of recent days would suggest? Or will they be tempted to risk foreign venture with a view to uniting their people and their energies to meet alleged enemies they claim are encircling them?

These are the issues. I would not wish to suggest that what I have referred to as the decline of the Marxist Communism has left the Soviet Union materially weak in facing them. The Soviet may be ideologically less menacing, technologically its power is still increasing.

Throughout the entire revolution, once the Communist regime was firmly established in Russia, the emphasis was placed on heavy industry, and on building up the war machine. This has been a constant policy and has been one phase of Soviet life that has not been affected by changing leaders or interpretations of Communist ideology. After all, the men who are at the helm in the Soviet Union are not the original revolutionary heroes. Khrushchev and Mikoyan and their henchmen belong to the ever-present class of political careerists who see in a revolutionary movement the path to power and privilege. They did not make the revolution, like Lenin. It made them, and they want above all else to preserve their positions.

While Marxism at one time or another has invaded most segments of Soviet life, including the army with its political commissar and indoctrination agents, those who have planned the Soviet military buildup have been little hampered by it. In their concentration on the fields of nuclear energy, aircraft design and construction, and the development of guided missiles, they experienced little ideological interference except during brief periods of Stalin's last hectic days.

Take, for example, the case of guided missiles. Here they never ceased work from the days of 1945 when they took over the German missile installation at Peenemuende with its rockets of a range between 150 to 200 miles. Now we know they have developed modern missiles of many times the power and efficiency of the German wartime models.

The Soviet Union which we face today presents a series of contradictions. Its leader has practically unrestrained power except for such control as the military may exercise, backed by a formidable war machine—a leader committed by his express policies to improve the lot of his people, and presumably committed also to relax the harsh controls of Stalin which he has described so vividly himself and which he purports to abhor.

At the same time, this leader, Khrushchev, faces the dilemma that any substantial relaxation at home or abroad, given the nature of the Communist dictatorship as it has evolved, may spell his own downfall. For he faces, and he knows it, a people who are questioning the basic tenets of Marxist Communism, and in particular a student body that is becoming more and more vocal in demanding the truth and may not be satisfied with half measures.

The Communist leaders are also facing a growing body of highly educated, technologically competent men and women in the

field of industrial management and production. It may prove impossible for them to stop the growing wave of intellectual unrest in the Soviet Union. Khrushchev cannot turn back education or stop technological development and keep the USSR a great power.

Yet Khrushchev seems to be in a hurry to solve a whole series of such problems as I have described and gain the personal success necessary to maintain his own position.

In addition to all this, he has deeply committed himself in certain foreign adventures, particularly in the Middle East -- partly, it may be assumed, to distract attention from problems at home and in the Satellites. All this rightfully makes us cautious in our judgments and does not suggest that there are any quick or easy ways out in our relations with the USSR.

But over the longer range, we can rest assured that revolutionary Communist tyranny cannot provide a final answer or a satisfactory answer to the needs of a civilized community. No power on earth can restore the myth that Communism is the wave of the future after 10 million Hungarians, after a decade of experience with it, and at the risk of their lives, gave it such a resounding vote of no confidence.

The people of Russia, if given the time to continue their evolution to freedom out of the narrow bounds of Communist dictatorship, will themselves help to find a peaceful answer.

## Office Memorandum • UNITED STATES GOVERNMENT

	J.¥		2		America.
J	то :	MR. A. H.	(		ruary 6, 1958
COLL.	FROM :	MR. R. R.	ROACH HERE	INFORMATION CONTA IN IS UNCLASSIFIED	Tolsan Nickols Boardhah Belmont
	subject:	ALLEN DULI DIRECTOR,	TATE SES CENTRAL INTELLIO	GENCE AGENCY	Parsons Rosen Tamm Trotter Nease
	"America"	made by Du	lles on Februar; ources to Meet	contents of a spec y 3, 1958, at a con the World Scientif	nference on
	today. He been direct power, when on the be-	e and econo e emphasize eted toward reas in thi eterment of	mic challenges of that the Soviet increasing and s country we had the lot of the	ined the nature of of Russia as faced et scientific resou strengthening Sour ve concentrated out individual. He spraation with our a	by the U. S. Qurces have iet military refforts poke in favor
	would invo	Soviet Unic Live the se tated that Dosition th	n presently interious risk of no he did not know	was no evidence inc ends to follow a po uclear war with the of any American es nion has an over-a	olicy which e U.S. He xperts who
. •	will be ar communism declared the sputn	to meet th n easier to 's programs that by ign	e Soviet challer sk than to mobile of subversion of oring warning secome a kind of	mobilization of hurnge in the military lize to meet intervand economic penetrings and becoming a Trojan horse.	y field national ration." He
		elmont.	your information		Parat
	1 - Mr. W.	canigan C. Sulliven Section apich	san (1)	- Ard Carlo	
		S 1340 CIURAI	-13)	MCSA	
					· ·

Conference on

America's Human Resources to Meet the World Scientific Challenge"

Yale University

February 3, 1958

REW HAVEN

ROSAN

## THE SOVIET CHALLENGE

By Allen W. Dulles
Director of Central Intelligence

It is certainly timely that a group of experts such as is gathered here should consider America's human resources to meet the scientific challenge. My share of the task is to discuss the challenge presented by Soviet scientific and technological advances.

It is not easy to divide this problem into tidy compartments.

Science pervades the Soviet military threat, its industrial and economic progress. Much of the aid proffered to the newly developing countries in the free world includes technological assistance. Even on the subversive side of their operations they have shown great sophistication in the technical and scientific training of their agent personnel.

It is a challenge which calls for united and coordinated action. Hence right at the outset I wish to emphasize the value of measures to help pool the scientific assets of the United States with those of the free world wherever it will advance the common good and mutual defense. Steps in this direction have already been taken. More can and should be done.

ORMATION CONTAINED

Manual Application and application and applications are applications.

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 193/85 BY OPU DIA IMP

ENCLOSURE 62.838\_36

I appreciate the security reasons often advanced for moving slowly and here is a field in which I can speak with some authority. The security factor deserves consideration but when properly balanced against the gain from freer scientific exchange, there will be plenty of leeway to go further than we have.

If legislative bars against certain phases of our cooperation with other countries in the nuclear field are removed, it will be a major step forward. Exchanging ideas on weapons development will certainly be of value in the field of intelligence since it would improve our ability to analyze and understand the nature of the Soviet nuclear threat.

Other informational exchanges between countries where each has the capacity to help the other will advance the common cause.

For us and our allies to keep scores of top scientists working separately and mutually uninformed on the same problems may be a waste of scarce resources that we can ill afford.

In your earlier meetings today I understand you have been considering the building up and marshaling of America's human assets, particularly in the scientific field, to meet the Soviet threat. In the somewhat circumscribed area of my own work, much of my time during the last seven years has been directed to a somewhat

similar end, namely how scientific assets and techniques can be most effectively used to increase our overall ability to interpret developments in the Soviet Union.

One result of this study has been to emphasize the need for current appraisals of our relative position to the Soviet in technical fields of critical importance to national security. The missile field is a good example.

Relative positions of course change from time to time as one side or the other places greater emphasis in a particular field of endeavor. This calls for constant study and re-study, but with a proper perspective of where we stand relative to the Soviet Union we can develop our foreign and defense policies with a better basis for sound decision.

During the past few months the world has had a spectacular demonstration of the great technical competence of the Soviet, notably in the field of earth satellites and ballistic missiles.

To those who have been closely following developments in the Soviet Union these came as no great surprise.

Contrary to what may be the generally accepted view, these happenings have not caused us to make any basic changes in our earlier estimates of the Soviet challenge. It was serious before. It appears to be slightly more so today.

Here and there time tables of when various Soviet new weapons might come into use have been moderately advanced, particularly in the ballistic missile field. Soviet Sputniks and recent ballistic missile tests have not altered the overall appraisals of Soviet capabilities and intentions reached a year or more ago.

We must really thank the Soviet for having dramatized their competence and mightily reduced, in this country at least, the ranks of those who could not bring themselves to believe in the high technological capability of the Russians.

Long complacently accustomed to being first, it has been a shock to the American public to find that that is not the case in a particular field and an important one. We were first in the development of long range aviation, in the dramatic break-through in the atomic field and in thermonuclear fusion, and then, as evidenced by the atomic submarine, in the application of atomic power in an important military area. On analysis one would find that the margin of our lead, here and there, had been tending to narrow.

Then in a dramatic way the Soviets had their "first" and there is a tendency to feel that there was some failure to keep the American people advised as to Soviet scientific progress which led to this result.

Also, many have instinctively assumed that in the fields of scientific achievement a free enterprise system would inevitably lead a state like the Soviet whose economy was controlled by a communist-type state dictatorship.

Achievements do not depend so much on the type of government, so long as the latter is technically competent and has a willing or subservient people at its beck and call. It depends on the goals and priorities set, the promptness and the correctness of the decisions reached, and the energy applied in terms of man hours with the proper tools and equipment.

Under normal conditions a liberal free enterprise society concentrates on the development of what the people want to improve their living standards. In a society controlled by dictatorial leaders, with the centralization and socialization of production, the leaders are able, for a time at least, to fix the goals and priorities. What the mass of the people want comes second. I have said "for a time." It may be difficult to carry on such a policy indefinitely. Some day the people may rebel against such programming.

The USSR has a national product of some 40% of our own.

If one includes on our side the segment of the free world allied with us and adds to the Soviet the questionable assets of the unhappy

European satellites, the margin in favor of the West is much greater.

Yet the Soviet today are producing in the military field, hardware and assets very nearly equivalent to our own. The fact that they are able to do this with less than half of our industrial

potential is due largely to three factors: (1) the different cost basis for military manpower as contrasted with that for us; (2) the larger percentage of gross national product devoted to military ends; (3) the concentration of scientific competence in military fields.

Under these circumstances is it surprising that from time to time we will have the shock of finding that the Soviet have outstripped us in some particular military field where for longer periods of time they have put in more concentrated effort than we, as for example, in the missile field.

Granting something like equality of brain power applied on each side, the answer comes close to being a mathematical one and there is no reason to seek any mysterious or sinister cause.

The fact is that since shortly after the close of the war in 1945, when they took over the German missile hardware and a large group of German scientists with their blueprints and plans in Peenemunde and elsewhere, they have spent in this field more man hours than we. They have done it under highly competent Soviet scientific and technological leadership with the necessary tools, equipment and priorities. While they profited greatly by German technological achievement up to 1948, during the last decade it has been largely a native Soviet achievement.

History is full of examples where the high standard of living countries -- placing emphasis upon those things which make the rounded, developed and cultured human being with leisure for a broadened life -- have failed to comprehend the extent and nature of external threats from the Spartas which have concentrated on military might. All you need do is read your history from the Greek and Roman days right down to England and France before World War II, or even our own history.

A free people such as ours seem to require at periodic intervals dramatic developments to alert us to our perils.

Some people seem to think that this shock treatment should be replaced by a continuous process of indoctrination which could and should be furnished by government officials. I am somewhat doubtful as to the efficacy of this.

Most Americans seem to be from Missouri. Seeing is believing.

By and large, the press does a good job in this field. Its sources of information are wide and varied. Jeremiads from government leaders are generally regarded as tinged with political or budgetary motives.

It was only by orbiting our own Explorer that an effective answer was made to the American people as to our own technical competence in the missile field. No amount of speech making would have done it.

Recently it has been hinted that <u>if</u> only the Central Intelligence Agency had been believed, everything would have been well. This is flattering but a great over-simplification. There never has been a time in history to my knowledge when intelligence has had as clear an opportunity to get its views over as it has had in this country in recent years. The National Security Act of 1947, creating the Central Intelligence Agency, has given Intelligence a more influential position in our government than Intelligence enjoys in any other government of the world. If in our government, intelligence estimates have not always had the impact that in the light of hindsight they may have deserved, responsibility must be shared by the intelligence producer. We have the chance to sell our wares.

No intelligence appraisal could have had the impact of a Sputnik.

Maybe it was necessary that over the last decade in our relations with the USSR, we had to have a series of political, economic and military Sputniks -- costly as some have been -- to keep us periodically alerted to our dangers, though once a particular crisis is over, we quickly forget the past.

First came the Soviet threat against Western Europe, Greece and Turkey after World War II. This led to the Marshall Plan and

the Truman Doctrine. Then there was the Berlin Blockade in 1948 and the Korean War in 1950. Each of these, plus the tragic loss of China and Czechoslovakia, has helped to alert us to the elements of political subversion and war by proxy in the communist menace. Hungary should have convinced us that the Soviet will not hesitate to use brute force in what they choose to call their area of influence. Now with the Sputnik and ballistic missiles, the free world knows better the nature of the competition we face in the field of science and military technology.

Knowledge of the nature of this particular Soviet scientific challenge has been brought home to the American people through the length and breadth of the land. It is the greatest advertising job ever done. The Soviet really wrote it in the sky.

For a time at least, it will not be hard to convince anybody that we really are up against a competitor with a highly developed scientific and technical competence. We can thank the Soviet that this particular selling job was done effectively in 1957 and not delayed until 1958 or later.

Under these circumstances we shall be better able than before to mobilize our assets, human and material.

What are the immediate issues, the challenges we face?

There is no evidence, as I see it, that the Soviet Union

presently intends to follow a policy which in their view would involve

the serious risk of nuclear war with the United States. They most

certainly have a healthy respect for our present military capabilities

and our great industrial potential. They recognize the present

limitation on their own. They recognize that nuclear war at this

time would result in devastating damage to them. They probably

question their present capability to deal a knockout blow and

consequently would expect that their own devastation under

retaliatory attack would be very great.

Comparative estimates of military strengths do not lie in my field of particular competence. This much I can say. I do not know of any American experts in the field whose views I respect, who take the position that today the Soviet Union has an overall military capability superior to our own.

What rightfully concerns us, however, is the dynamic growth in Soviet military and industrial power. Their further successes in the ballistic missile field and in the development of an arsenal of weapons with nuclear warheads would tend to change the nature of the threat to our security.

I am by no means suggesting that our concern is solely in the missile field or that we take seriously Khrushchev's remark about treating aircraft as museum pieces. This quip was probably motivated, in part, by the desire to downgrade our own Strategic Air Command during a period when the Soviet were in a position to flaunt their success with the guided missile. After all, we do not credit the Soviet with the industrial potential of developing and producing at the same time and with equal priority and on a massive scale all possible weapons in the modern military armory. They must make choices just as we.

We do have some evidence, however, that as much as a decade ago the Soviet turned to the guided missile as a challenging competitor to the bomber. What we badly needed back in 1945 was a Billy Mitchell for ballistic missiles.

Today we need wisely to use the time, which intelligence appraisals indicate we have, to build up our own capabilities and to see to it that any gap in time, during which they may have any superiority in the missile field, is reduced to negligible proportions and counter-balanced by the use of our substantial geographic advantages and general retaliatory power.

In most of our scientific breakthroughs we have had the disadvantage of being the front runner; the pioneer. In guided missiles

we can profit by the experience of others and we have just received a fine dividend of confidence in our own achievements.

We are alerted to the problem, to the technical competence of the opposition. We are still moving from a position of strength and forewarned should be forearmed.

The mobilization of human and other resources to meet the Soviet challenge in the military field will be an easier task than to mobilize to meet international communism's programs of subversion and economic penetration. Yet the latter today are their first lines of attack, with the military buildup remaining in reserve.

They have given us nothing quite as dramatic as the Sputnik to advertise what they are doing in the Middle East, Asia and Africa. Possibly they learned a lesson from the Marshall Plan and have no stomach for inciting us into a new competition on any grand scale in the uncommitted areas of the world.

But if we should ignore these warning signs and go missileminded to the exclusion of adequate defense against other dangers, the Sputnik can become a kind of Trojan horse. We might win the military race and yet lose great areas of the world that are vital to our own national security. The international communist apparatus with its communist parties and cells, its economic, technical, and military aid programs based on Moscow, Prague and Peiping, has a closely orchestrated, well disguised mechanism for the advancement of its cause. The economic side of it outwardly looks somewhat like our own -- until the objective is uncovered.

Communists work in and through the parliaments of many countries of the world. They try to use the democratic processes in order to defeat the basic aims of a free form of government. They had a part in writing many of the constitutions in the free world in the early post-war days and did so with the very objective of putting strong authority nowhere and helping to produce chaos everywhere.

The policy of keeping countries divided -- Germany, Korea,

Viet Nam and until recently Austria and Laos -- was an example of
their techniques. This development is beginning to boomerang as the
free peoples in the divided areas are furnishing studies in contrast
between what a people working in freedom can do as contrasted with
people under the domination of Moscow or Peiping.

Soviet progress in the scientific and technological field is used as a powerful argument in their appeal to the uncommitted areas.

Well before Sputnik the peoples in these areas were deeply impressed by the fact that the USSR in less than four decades had come from being a backward country into the position of the second greatest power in the world and a leader in the scientific field.

Certainly we should be more effective in bringing home to these people what has actually transpired in the areas that have been subject to Soviet colonialism or have been the unwilling objects of Soviet exploitation and domination.

Unfortunately, distance seems to lend enchantment and we can hardly expect the people of Java, to take only one instance, to understand fully the dangers which Soviet communism means for them.

Meanwhile in the Middle East, Africa and in South and Southeast Asia, the Soviet programs of arms and economic and scientific aid have helped to fan the flames of nationalism and anti-colonialism. The total of communist aid, economic, scientific and military, does not approach ours but they have cleverly concentrated on certain particular countries where they feel they can make the most impact.

Soviet educational programs are helping to build up a reservoir of technicians equipped in the lore of foreign countries. They also bring to Moscow University and other Soviet and satellite institutions large numbers of native students for training, particularly in the scientific

fields. If the Soviet scientific educational program continues at its present pace, they will have a growing reserve of trained scientists for export.

I trust that one of the results of this meeting may be to help us to find in the free world competent technicians willing to journey to the four corners of the earth to help build up the indigenous capabilities of the new countries. In any study of our own human resources to meet the scientific challenge it is well to remember that this cannot be done solely on the drawing boards of our own scientific institutions. It will also have to be done in the steel mills of India, on the dams of the great rivers of Asia and Africa, and in the industrial plants of the newly freed countries.

The contest for the minds and allegiance of millions of people is just beginning to be engaged. We cannot afford to neglect it.

I have tried to sketch the nature of the military, subversive and economic challenges of the USSR as we face them today. As one looks at the longer perspective, it is necessary to take into account the plans of Communist China to press forward on its own program of industrialization and militarization.

We have the capacity to meet these present challenges. They are definite in nature, measurable in amount and have back of them

far less in the way of assets, human and material, than we and our allies can muster if we will. But this is not just one confrontation. The challenge may be one of considerable duration.

The Soviet Union is still programming a rapid increase in its industrial production. It boasts that it will eventually close the gap between its own production and ours. If this program is even partially realized and also assuming some increase in the consumer's share of the total national production, the Soviet, if they are so minded, can year after year put ever increasing amounts into their military establishment and foreign economic programs.

To the extent that the Sino-Soviet peoples are willing, with Spartan determination, or with unquestioning obedience to arbitrary authority to follow such a policy, they can make the going harder and harder for us. Undoubtedly, no small segment of their future effort, as in their past, will go into science.

A distinguished Indian editor who visited successively the USSR and the United States, put this question repeatedly to the people with whom he talked, "What is the purpose of your system, of your society?" As well can be imagined, he received a multiplicity of answers from Americans, but in one form or another, they had to do with the improvement of the lot of the individual, man and

woman. In the Soviet Union, he reports, he received one universal response from people of low and high degree, "The purpose of our system is the advancement of science."

For many years I have felt that the greatest hope for the future in our relations with the Soviet Union lay in their advancement in education even though in the short run this has been largely harnessed to their military machine.

Education, particularly in science, was essential to permit the Soviet effectively to compete in the power struggle in which it had engaged itself. It has accomplished this initial purpose.

Great scientists are great thinkers and thought has no narrow military limitations. It would seem incredible if the horizons of Soviet scientists and educators do not become greatly widened over the years and their talents devoted more directly to meeting the needs of the Soviet people for a more satisfying form of life.

It would be pleasant indeed if an enforceable international agreement could be reached that no more than say 5 or 10 per cent of the gross national product of a country could be diverted from the needs of the people to the production of armaments. As this is hardly practicable we must place our hopes that the future education in the Soviet Union will produce so many people who will demand this

result that no government could act otherwise.

While we must be ready for those forms of sacrifice which are necessary to meet the challenge of the Soviet Union, we must also seize the opportunities offered to help their education build a new life for the Soviet people.

Education may then be the key to the solution of problems which otherwise would seem insoluble.

We have recently been celebrating the 150th anniversary of the birth of General Robert E. Lee. It is interesting to note a passage in the book by a German Major of the Royal Prussian Engineers who was in the United States as a military observer in the Civil War. He was commenting on the fact that Lee's philosophy in his role as commander was to get his forces to the right place at the right time, and then trust his division and brigade commanders to do the rest. As an instance of this he writes the following, "During the battle of Chancellorsville, May 3, 1863, at the height of the combat, I stood beside the General under pretty heavy fire and an interesting episode of the battle was taking place before us. In spite of the great excitement in which the progress of the battle kept the great leader, he spoke to me, to my great astonishment, about the future education of the people."

Robert E. Lee had the genius for getting at the basic truths.

February 27, 1958

ALL INFORMATION CONTAINED AS HEREIN IS UNCLASSIFIED DATE TO BY APUBELLINE

Sole of Party 188

Mr. Allen W. Dulles
Director
Central Intelligence Agency
Administration Euilding,
Room 123
2430 E Street, Northwest
Washington, D. C.

Dear Allen:

It is a pleasure to autograph to you one of the first printed copies of the book "Masters of Deceit." The book, which is being forwarded under separate cover, will be released to the public by Henry Holt & Company on March 10th.

I am hopeful that this account of American communism from its beginning to the present will assist the American people in the struggle against the deadly menace of atheistic communism by explaining what can be done to combat it.

with kind personal regards,

Sincerely

GEM:amg

elmont.

(3)

EG-85 62-8333

FEB 28 1958

LICOMANT 1953

M

**FROM** 

OFFICE OF DIRECTOR, FEDERAL BUREAU OF INVESTIGATION

TO

## OFFICIAL INDICATED BELOW BY CHECK MARK

Mr. Tolson Mr. Boardman Mr. Belmont \_ Mr. Mohr \_ Mr. Nease Mr. Parsons. Mr. Rosen Mr. Tamm -Mr. Trotter \_ Mr. Holloman Miss Ğandy 🗵 See Me ALL INFORMATION CONTAINED Note and Return. Prepare Reply -For Your Recommendation \_ What are the facts? Remarks: Frid. 12 30 FH '58 6 cu PM '58 HAR

ENCLOSURE

52MAR 141958

NOT RECORDED MAR # 1958

CRIME HEG.

ALL INFORMATION CONTAINED IN THE ENVELOPE IS UNCLASSIFIED DATE 7/23/85 BY SPUBJA/IMW

69.12.21-3

ENCLOSURE

moment in world history. The next half century will be moment in world instory. The next nair century will be full of change and growth and rising aspiration. We can assume that China and India, which number about half the human race, will reach industrial maturity by the end of the century. And what about all those other scores of millions in Asia, the Middle East, Africa and Latin America?

the end of the century. And what about all those other scores of millions in Asia, the Middle East, Africa and Latin America?

This is one of the great watersheds of history. At the turn of the 21st Century it is certain that there will be in those areas great powerful nations, capable of applying to their resources all that modern science can afford. Our children and our grandchildren will share the planet with the citizens of these newer nations.

What idnd of world will that be? Will it be dominated by new and bitter conflicts, rooted in bitter memories from a difficult colonial past, in memories of racial discrimination, in memories of painful difficulty faced alone during the awkward transition to modernization?

Or will it be a world held together by bonds of common humanity, by memories of shared adventure during the period of transition, by a common respect for the dignity and stature of the individual human being, by a common will to mainfain a regime of international order on this tiny planet?

I am deeply convinced that the outcome depends on what the governments and people of the industrialized world do now—over the next decade.

The present generation in the West bears a heavy and mescapable responsibility for the kind of world in which their children and grandchildren will live. This is the ultimate stake—the ultimate interest—in what we call, so inadequately, foreign aid.

The Washington foreign aid conference was a bipartisan affair. Here, former President Truman (center), one of the main speakers, is greefed by (1 to 2) Sen. Wiley. (R-Wis.), Dean Acleson, Senate Democration and Senate GoP Leader Knowland.

Without bombs and we are convinced that our cause will be victorious."

Our own grandsons, he recently predicted to an American correspondent, "will live under socialism in American correspondent," will live under socialism in the Sino-Soyiet bloc for economic development and it ade offensive: T shall broaden the term. "Soviet" to include what we often refer to as the Communist bloc, that is, the Soviet Union, the European satellites and Communist China. Each plays a role in the economic.

These are the ultimate interest—in what is the Washington foreign aid conference was a bipartisan affair. Here, former President Truman (center), one of the main speakers, is greefed by (1 to 2) Sen. Wiley. (R-Wis.), Dean Acleson, Senate Democration of the tender of the contract of the same time to cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced that our cause without bombs and we are convinced to it of the Sino-Soyiet bloc for economic development and it the Sino

munist China. Each plays a role in the economic and trade offensive of international communism.

and trade offensive of international communism.

It is not always easy to get the facts regarding the Communist world. In the field of their trade and ald, however, many of the basic facts are well known.

Too often people tend to ignore the statements of those whose credibility they may have reason to question. Many years ago, Hitler In, Mein Kampff, wrote what he proposed to do. He did it. Little attention was pald to his book until after he had gone to war.

In the case of the Soviet Union there has been an extraordinary consistency, over, the years, in basic policy declarations and the subsequent actions of the Communist leadership.

The statement issued by the Soviet Union and their

qeciarations and the subsequent actions of the Communist leadership.

The statement issued by the Soviet Union and their allies and satellites in Moscow last November on the 40th anniversary of the Bolsheyik revolution might well have been written by Lenin, The declaration of the recent Atro-Asian Conference in Cairo was on all fours with the program of the Congress of the Recopies of the East which the Soviet held in Baku in 1920. Lenin himself predicted in 1923 that the outcome of the struggle would be determined by the population masses of Russia, India and China.

Tactics change—the timetable is altered.

Russia, India and China.

Tactics change—the timetable is altered as circumstances demand: The overall objectives and strategy remain much the same.

The evidence as we now see it indicates that the USSR, in striving toward their objectives, do not propose to use their military power in a manner which would involve the grave risk of war. They probably still estimate that our power of retailation could more than match their offense.

In any event they have now part altered we to the day.

than match their ottense.

In any event they have now alerted us to the dangers which lie in their growing military capabilities; they have shaken our complacency, and shown us that we could not always expect to be first in all phases of military endeavor. Neither the U.S. nor any other

munary endeavor. Neither the U. S. nor any other country has any monopoly on brains.

Their Sputniks and missiles have also taught us that we cannot afford to be second in any important military field.

we cannot afford to be second in any important military field.

This particular conference is considering whether we can afford to be second to the Soviet-in supporting friends and allies and in our relations with friends and allies and in our relations with the uncommitted newly developing countries of the world.

In pressuring for a period of relaxation of tensions and coexistence it seems clear that the Soviets desire fills for two purposes: first, to build their military strength and to develop the highly complicated modern weapons—ballistic and nuclear—and second, to press forward in the area where they probably consider us most vulnerable; the winning of the allegiance and, eventually, the control of the uncommitted nations of the world by trade and aid, and by subversion.

They probably estimate that if they can induce us

They probably estimate that if they can induce us to devote our resources almost exclusively to the military field, they can the more easily break our economic and cultural ties with other nations and win hem over.

This month is the 10th anniversary of the take-over of Czechoslovakia by communism. Not a shot was fired. It was not guided missiles but the so-called "guided democracy" which did the trick, Prague-last July, Khrushchev said, "We can fight



Capitalism.

These are the theories they openly preach to the world and they propose to go out into the world with missionaries of trade and aid to spread this doctrine.

with and they propose to go our mostle world with missionaries of trade and aid to spread this doctrine. While the Communist leaders have suppressed and liquidated more peoples of allen races, and views within their area of control than any dictator or conqueror of the past, they ally themselves abroad with nationalistic aspirations. While they deny freedom, to their satellites in Eastern Europe, they attack those countries which, like Britain, have voluntarily given freedom to many more peoples than the entire population of Russic itself.

We would be negligent; however, to ignore the fact that their trade and aid programs, backed with subtle propagand, have had a significant impact.

In effect, the [Soviets] will buy anything, trade, anything and dump anything if it advances communism or helps to destroy the influence of the West.

or helps to destroy the influence of the West.

The strings are invisible, The Soviets can move quickly. They have no budgetary limitations or legislative restrictions. They have vast stores of obsolescent military equipment which looks new and shiny to countries in the infancy of military development, it can be given away without affecting the Soviets' own military position. They will take in barrier payment agricultural products and raw materials which we,



Allen Dulles A lesson from Lenin.

because of our surpluses, and it impracticable to accept.

The total amount in credits and grants extended, by the Sino-Soviet bloc for economic development and military aid to countries in the free world cutside the bloc over the last three years amounts to the equivalent of about \$2,000,000,000.

over the last three years amounts to the equivalent of about \$2,000,000,000.

Over 95 per cent of this ald has been concentrated on six countries—Afghanistan; Egypt, Syria, Indohesia and Yugoslavia. In these countries over the past two and a half years Soviet programs in aggregate have been more than double; those of the free world, of course, many other countries have received attractive offers and many are today in the throes of deciding whether to seek ald from East or West.

The Soviet programs have also included a large-

whether to seek aid from East or West.

The Soviet programs have also included a large-scale movement of technical personnel from the Communist bloc to the free world countries where aid is extended. More than 2,000 bloc technicians are now, active in hine of the newly developing countries in which comparable U. S. personnel number less than 1,000. Also large numbers of technicians are going from these countries to Moscow, Frague and Peiping for their training.

We believe the Soviets can and will continue their programs in free world countries et a scale at least as great as we now witness. Both intra-bloc and external programs combined will require less than 1 per cent of their gross national product. The net economic cost over a period of years will be even less than this because from this program they will receive some needed raw materials and consumer goods.

### Guns and No Butter

I mentioned the appeal of the Soviet program to the newly developing countries of the world. Many are too far away from Moscow to understand the meaning of Hungary, to analyze the dangers which communism spells for their newly found freedom.

They see that Russia, which economically and industrially was a backward country a couple of decades ago, has in some manner mysterious to them become in a relatively short space of time the second greatest industrial and milliary power of the world. They do not realize that much of this has been achieved by profiting from the industrial revolution of the West; that it has been developed at the expense of the standards of living of the peoples of Russia; that housing and road-building and consumer goods have been sacrificed to heavy industry and wempons of war.

They tend to feel that the American economic standards are too high, too distant, too hard for them to attain. They are not overly impressed by the fact that last year we made about 60 automobiles to the Soviet's one; or that there are wide dispartites between the Soviet and ourselves in the standard of living. They do hope that they can eventually aspire to something like the economic and industrial advancement of the Soviet Union. When the missionaries of Soviet society appear with their offers, the temptation is great. If there are no clear-cut alternatives the reaction is often tavorable.

To leave the field open to this type of penetration

favorable.

To leave the field open to this type of penetration presents us with grave dangers. What use is it if we and our allies concentrate solely on building barriers against some future military attack while the Soviet envoys of trade, aid and subversion get behind those barriers?

On this day, 10 years since the takeover of Czecho-slovakia, it is appropriate that you should be considering the countermeasures which will be most effective in meeting these threats to our national security. They most certainly can be met with the resources which his country can command.

NEW YORK POST, SUNDAY, MARCH 2, 1958

62245338-38



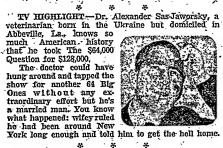
# It Happened allower...

By PAUL SANN, Executive Editor

AMERICA '58—In a troubled moment when unemployment is around the 4½ million mark, what do you suppose turns up atop the list of best-selling songs?

You guessed it: an item called "Get a Job."

CAN SPRING BE FAR BEHIND? The Yanks signed Mr. Mantle for \$70,000 (Post), \$72,000 (News & Trib), or \$75,000 (Times, Telly & Journal),



DIANA DORS: "I would much rather be unhappy in luxury than in poverty."

OUCH—The government revealed that consumer prices had reached an all-time high during January.

IS THIS GOOD? Mike Todd discovered an equal-nay, an even better man—in Russia. A guy named Khrushchev, who's in charge of everything over there.

"He's the greatest showman of our times," Mr. Todd said. "I couldn't even carry his bag."

POLITICAL NOTE—Sen. Knowland said that if he doesn't run for President in '60 he'll back Dick Nixon.

THE WILD WEST COAST-Two items of intelli-

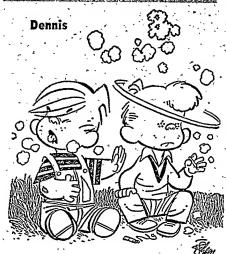
gence flushed out of a single Hollywood, column; 7,050,000 last year, give or take a dollar or two. GKim Novak's new flop

has three fireplaces. The one in the living room is purple. The one in the bedroom is The third one . . . darn it, the column didn't even say where the heck it was.



HUSH HUSH STUFF—Mrs. Margaret Kelly of the Philadelphia Kellys said Grace and Rainier had a name for the new baby, due soon, but it's a state secret.

THE HAPPY PEOPLE—Americans spent something like \$150,000,000 on tranquilizing pills during 1957.



EVEN THE FILTER-TIPS MAKE ME SICK!

THE ROYAL FAMILY—The British Dental Assn. made Philip an honorary dentist, whatever that is.

ONE MAN'S ORDEAL Have a hot flash from

Dorothy Kilgallen: "If you think the title of "If you think the title of the Vic Damone magazine story, How I Made a Mess of My Life, is pretty had, consider what it was called originally: I Was a Twerp!"

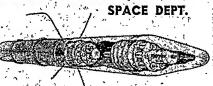
Please, Vic, say it isn't.

THE WAR BETWEEN MEN & WOMEN—This came smoking off the Reuters wire on a quiet afternoon: "Bristol, England, Feb. 25—A judge today rejected

"inistol, England, Feb. 25—A judge today rejected the story of a nursing home matron who claimed she committed adultery with a surgeon for over three years without either of them using the other's first name." It seemed a bit awkward to us, too.

ONE FOR THE BLUENOSES In Bangkok, the local strippers were told to quit taking so much off.

BIRTHDAY-John Foster Dulles, 70.



The radio transmitter that went dead in our baby moon a couple of weeks ago started sending fresh signals back downstairs one line day this week. Spooky, isn't it?

FOR THE MAN WHO HAS EVERYTHING—You can now buy an 18-carat gold lawn sprayer for \$12,500.

BOBBY SHANTZ (the dandy little relief ritcher; sweating out salary terms with the Yankees): "They may be rich but they ain to careless."

FATHER & SON—This is horrowed from an Es-quire article by John Lloyd Wright, an architectr

Wright, an architectr.
"My problem as a 'great
man's' son 'started early in
my life. For example, when
I was young my father was
so 'terribly busy establishing himself as The Archifect of The Ages-fiat he
often forgot his children's



THE POOR SPORT-We flushed this one out of a

THE FOOR SPORT—We flushed this one out of a scolety column in a morning rag:

"A big hassle started in Falm Beach the other night when one married man came up to a second married man and said belligerently. Who was that lady I saw you with last night?" They second man sneered: "That was no lady, that was your wife? Friends literally had to pull them apart. Now they're talking law suits..."

In Our Set, the men don't take offense so easily.

THE COLUMNISTS—Lee Mortimer (Mirror), W. Winchell's stand-in, ran this squib Tuesday:
"Ilystery mama Eva Bartok and Kurt Jurgens, Bartok and Kurt Jurgens, a new London item. (He's her ex-

London item. (He's her ex-husband.")
But back further in the same edition Sheilah Graham had it another way:
"Curf Jurgens and Claire Bloom caught up with each other in London and here's a quote—reportedly from Miss Bloom: Maybe I will marry hlm."

The spelling, not the con



The spelling, not the conflict of female interest, is what worried us. Is it Kurt or Curt?

FOR THE WOMAN WHO HAS EVERYTHING—Schlaparelli slapped together a pair of glasses in a platinum frame garnished with diamonds. The price is \$10,000. Lenses extra, presumably.

#### SHOP TALK

This is a footnote to the lively municipal scandal that broke in Manhattan this week.

that broke in Manhattan this week.

When Buildings Inspector Bernard Malone was arrested on perjury and contempt charges growing out of this newspaper's revelations about the rackets in the department, District Attorney Hogan issued this statement:

"I want to express my appreciation to The Post for giving us the information which led to the Grand Jury investigation and to this in-

investigation and to this in-dictment and to thank them for their continuing cooperation."

Going further, Mr. Hogan fold-a press conference that his men were able to dig out the mess because reporter Bill Haddad and his editors around here had held certain ticklish facts out of the paper to keep the track clear for the investigators.

So what happened?

The Buildings Dept. Scandal

**New York Post** 

Hogan: Post Stories Sparked Prope

The other gazettes in the town all carried that breaking story but not one of them found room (it only needed a line or two) to tell their readers that the D.A.

had credited The Post with the break.
Let the truth be told: Our little band of angels has, sloughed off some of the competition's beats, too. But isn't it silly? Why don't we'all take a bow for a noble; profession when a piece of enterprise pays off?

BRINGING UP BABY-

BRINGING UP BABY— Let's listen to James Ma-son's wife, Pamela:
"Our son Poopsie, 2, leads a baby's life but he is mad about digarcts. I thought, if you let them do what they want to do, they won't want to do it. We light the cigaret. Poopsie holds it and blows out. He deem't inbale. doesn't inhale . . .



ELIZABETH TAYLOR: "Russia fascinated me. It's like a Grade B motion picture."

BRITAIN '58—This London husband took pieces of the TV set to work with him so that his bride wouldn't languish before the little screen all day.

The courts called it grounds for divorce.

AH, FAME! The new Japanese Who's Who omits; the name of Douglas MacArthur.

HOME, SWEET HOME—We were minding our own:

HOME, SWEET HOME—We were minding our own business, see? We wefe dawdling over the litting prose pain of Dylan Thomas widowed Caitlin and listening to some fine piano on WPAT. Suddenly, this woman burst into the chamber and spoke as follows:

"Have you always been true to me, Bones?"

"Every day," we said, hoping she would go away.
"I know that," the woman snapped. "What about the nights?" How can a man fight against such heavy odds?







CENTRAL INTELLIGENCE AGENCY WASHINGTON, D. C.

OFFICE OF THE DIRECTOR

Mr. Parcol Mr. Resen Mr. Tamm.

Mr. Helloman

Miss Garys

Mr. Truster 25 FEB 1958Mr. Clayton Tele. Room

The Honorable J. Edgar Hoover Federal Bureau of Investigation Washington 25, D. C.

Dear Edgar:

Director

Your publisher has sent me an advance copy of your book, Masters of Deceit, which I have read with great interest.

I think that unquestionably Masters of Deceit will do a vast amount of good in our fight against Communism in the United States. Your exposure of communist history, tactics, hidden aims, and real purposes will act as a warning that no citizen can ignore if he feels the slightest temptation to align himself with the Communist Party or any of its fronts. It should give an equally strong incentive leading those Americans now caught in the communist net to extricate themselves from it.

EX-136 REC- 56 Congratulations on this excellent contribution to anti-communist literature. 16 MAR 19 1958

#366904 ALL FBI INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED A HEM/EHC

no deletions per OGA letter 9/7/10

5 7 MAR 31 1958 y

part Gyg

...

# ALL INFORMATION CONTAINED N IS UNULASSIFIED.

These Days

Soviet Consistency

Allen Dulles, director of a sionally delivers an address, which generally goes by un-

noticed for some reason or other, but which contains essential truth that ought to make a profound impression: on Americans. In one of the speeches, lie



said: "In the case Sokolsky of the Soviet Union there has most exclusively to the mili-been an extraordinary contary field, they can the more sistency over the years in easily break our economic basic policy declarations and and cultural ties with other the subsequent actions of the nations and win them over." Communist leadership.

allies and satellites in Mos skill we could turn their adcow last November on the vantages into disadvantages.

Auth anniversary of the Bolton shevik Revolution might well have been written by Lenin. The leclaration of the recent to be miraculous, although the program of the Congress of the Peoples of the East which the Soviet held in Baku more, their capacity to supply would be exhausted. Russia does not deny Under dicted in 1923 that the outdicted in 1928 that the out. Dulles reports that the Sino-come of the struggle would Soviet block as he calls it, be determined by the popula has extended about \$2 billion

dicted in 1928 that the out. Soviet bloc, as he calls it, be determined by the popular of credit and grants to other tion masses of Russia, India of credit and grants to other countries, 95 per cent going and China."

I RECENTLY came across India, Indonesia and Yugo a two volume collection of slavia. These are countries is the theory in practice, it means that they do the best tween the chairman of the the honest uncommitted native countries of Ministers of the tions, "honest" in the sense that they will take from both the United States and the sides Offers are also being and the Presidents of that they will take from both prime Ministers of Great made to many other countries. Britain during the Great Patries. It is now known that triotic War of 1941-1945." The Soviet Russia is pursuing its volumes were published in Moscow in 1957. Altogether South merica.

290 letters were exchanged Soviet Russia is required to between Roosevelt and Stape provide aid to other Community Truman express received about \$2 billion over ing Stalin's regret that Mr. a decade as military credits Roosevelt died.

And the President Truman express received about \$2 billion over ing Stalin's regret that Mr. a decade as military credits Roosevelt died.

From this correspondence, cash. Toward the conversion one discovers how continuous of the indigenous economic the Russian policy is. Friendand social system to Russian ship or enmity are all one; style communism, \$900 miles they are manifestations of the same policy and to me,

at any rate, it is clear that Khrushchey, like Stalin before him and Lenin before Stalin, regards the economic war as of equal importance with the military regards that success is more likely in the economic field. On this

The statement issued by THEY HAVE several ad-the Soviet Union and their vantages over us, but with allies and satellites in Mos skill we could turn their ad-

By George E. Sokolsky

style communism, \$900 million went to Poland, \$650 million to East Germany, \$450 million to Red China. In a word, Soviet Russia is throwing money around as though Stalin, regards the economic Herry Hopkins were in war as of equal importance charge. That money is taken with the military war and out of the standard of living of the Russian people. It does not matter whether an econ: "They probably estimate stic, governments can only that if they can induce us receive the bulk of their to devote our resources als revenue from the earnings of most exclusively to the same and the contract of their revenue from the earnings of their most exclusively to the same and the contract of their revenue from the earnings of the contract of their' people. 🕬

> WHILE IT is true that all this is a drain on Russia's economy, it is also true that Russia has managed to keep the standard of living of its people sufficiently down not Marxist theory, one system, grows out of a previous one. The Socialist system is based

oded man Belmont Mohr Neasé Parsons Rosen Tamm Trotter Clayton Tele.Room Holloman Gandy

Wash. Post and
Times Herald
Wash. News
Wash. Star
N. Y. Herald
Tribune
N. Y. Journal
American
N. Y. Mirror
N. Y. Daily News
N. Y. Times
Daily Worker
The Worker
New Leader

APR 16 1958

Date

Mr. Tolson. Mr. Boardman. OFFICE OF DIRECTOR Mr. Belmont. FEDERAL BUREAU OF INVESTIGATION Mr. Mohr UNITED STATES DEPARTMENT OF JUSTICE b3 per CIA Mr. Parsons 11:20AM April 29, 1958 Mr. Rosen Mr. Tamm. in the office of Mr. Mr. Trotter-Allen Dulles, Director of the Mr. Jones. Mr. Clayton. Central Intelligence Agency, Tele. Room . telephoned to extend an invitation Mr. Holloman. to the Director to attend a dinner Miss Holmes given by Mr. Dulles on May 12, Miss Gandy. 1958, at 8:00PM in honor of General Paul R. Grossin, Director of the French External Intelligence Service. The dinner will be held at the Alibi Club, 1806 I Street, N. W. and will be black tie. b3 per CIA asked to be called and advised whether the Director could attend. She can be reached on Code 143, extension 601. It is noted that the Director is scheduled to meet General Grossin and his administrative assistant, Colonel Louis Ramier, on May 13th at 10:00AM. iwd

ALL INFORMATION CONTAINED

,	l l
OFFICE OF DIRECTOR FEDERAL BUREAU OF INVESTIGATION UNITED STATES DEPARTMENT OF JUSTICE  April 30, 1958  I called in the office of Mr. Allen Dulles, Director of the Central Intelligence Agency, and expressed your appreciation for the Mr. Hollows.  Mr. Tolson Mr. Belmont Mr. Mohr Mr. Nease Mr. Rosen Mr. Tamm Mr. Tamm Mr. Totter Mr. Totter Mr. Jones Mr. Clayton Tele. Room Mr. Clayton Tele. Room Mr. Malloman	b3 per CIA
kind invitation to attend a dinner given by Mr. Dulles on May 12, at 8:00 p.m., in honor of General Paul R.  Grossin.  was advised that you regretted very much that a prior commitment would preclude your acceptance.  stated Mr. Dulles would be advised of your declination.  1 Telephone Room  FCH:rm (3)	b1 per CIA
62-83338-40 16 MAY 2 1958 16 MAY 13 1958 CRUMENTON	

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 7 193185 BY OPL by a 1 IMW

# Office Memorandum UNITED STATES GOVERNMENT

Mr. A. H. Belmont

DATE: May 23, 1958

FROM

Mr. R. R. Roach

SUBJECT:

ALLEN DULLES DIRECTOR

CENTRAL INTELLIGENCE AGENCY

On May 22, 1958, James Angleton, Central Intelligence Agency (CIA), advised Agent Papich that according to all reports received, Dulles' performance before the Senate committee last week in connection with the anti-Nixon riots in South America went off very well. According to Angleton, Dulles was in the position to show that CIA had developed plenty of advance information indicating there would be troubles during Nixon's trip.

Later the Liaison Agent met Frank Wisner of CIA and Wisner commented that his "boss" had done a good job before the Senate committee. He commented "this is one time when we can produce the facts."

ACTION:

For your information.

no deletions per OGA letter 9/7/10

1 - Mr. Nease

1 - Mr. Belmont

1 - Mr. Branigan

1 - Liaison Section

1 - Mr. Papich

66 JUN 2

TammNease Tele. Room Holloman

STANDARD	FORM	NO.	64

Wr. A. H. Belmont Office Memorandum August 11, 1958 Tolson Boardman FROM Belmont Mr. R. R. Roaci Nease Parsons ALLEN DULLES, DIRECTOR SUBJECT: CENTRAL INTELLIGENCE AGENCY Tele. Room Holloman Gandy Dulles customarily takes a vacation in August. In past years he has traveled to Europe. The Liaison Agent has been informed that Dulles will not take any leave until the end of the month and he will then give consideration to making a trip, possibly to Europe. ACTION: None. For your information. SJP: bjt lyt REC- 36 62 - 833 1 - Mr. Belmont 24 AUG 12 1958 1 - Liaison Section 1 - Mr. Papich 11 AMISON ALL INFORMATION CONTAINED

52 AUG 15 1958

Mr. Tolson Mr. Boardma

Mr. Belmont.

Mr. Mohr

Mr. Nease Mr. Parson Mr. Roser

Mr. Tamm Mr. Troiter. Mr. Clayton

Tele. Room. Mr. Holloman

Miss Gandy.

# Master Spy Role

By ANDREW TULLY,

Seffpps-Howard Newspapers.

X

WASHINGTON, June 4. In this era of the underplayed roje, the understated premise, it is not surprising to find that America's boss spy looks more like a Yale professor than a secret wholesaler in cloaks and daggers.

The name is Allen Welsh Dulles, a big, broad-shouldered man with tousled white hair, a high forehead and an ample

gray mustache. 🔭 His title is Director of Central Intelligence, and he sits or strides—these days in a birch-paneled office in one of a cluster of nondescript buildings occupied by the Central Intelligence Agency in a grimy warehouse district of Washington's Foggy Bottom.

Prime Red Target.

Moscow undoubtedly would pay a fat fee for the head of this amiable 65-year-old onetime schoolteacher. After all, he did his first spying for the United States in World War I and since has been readily available when a delicate job needed doing.

But he tells visitors he has never even been shot at lind I'm sure no one has ever tied to kidnap 'me." His booming, hell-fellow laugh makes the thought ridiculous

It is Allen Dulles job, through his top secret agenty, to find out everything he cin alout the unannounced poli-cits of the world's nations and pass it on, evaluated to the White House for use in shaping our own foreign policy.

en Dulles Underplays

Thus for some months before the de Gaulle crisis in France, Allen Dulles was preparing President Eisenhower for the likelihood of a coup by the wartime resistance leader.

Mr. Dulles does not see Gen. de Gaulle as a would-be-Hitler -"after all; he got out before." He disagrees with many experts about Gen de Gaulle's character—"he is not a man drunk with power for power's The state of the s

Pooh Poohs Critics

Gesturing with a corncob pipe, Mr. Dulles pooh poohs critics who blame lack of in telligence for the insults suf-fered by Vice President Richard M. Nixon on his recent trip to South America. CIA had good information on anti-Americanism south of the border, he told a recent visitor, "but you can't predict when a moh will go berserk. We had to take some chances you can't cancel a trip like that except for extraordinary resorts—you can't let people blackmail you."

CLIPPING FROM THE

N.Y.N.Y. WORLD TELEGRAM & SUN

EDITION NIGHT

DATED \_\_\_ 4 JUN 1958

PAGE\_\_\_ 11

FORWARDED BY MY DIVISION

RE: ALLEN WELSH DIRECTOR OF CENTRAL INTELLIGENCE

BUFILE

NOT RECORDED 191 JUN 13 1958

63JUN181958 /

ALL INFORMATION CONTAINED

These days, as for several months past, Allen Dulles and his CIA have been gathering intelligence bearing on the long projected meeting at the summit between President Eisenhower and the heads of state of the Soviet Union and our Western allies. CIO suggests no policy, nor does it recommend or disprove a summit meeting. It gathers what Mr. Dulles calls the "pros and cons of the situation.

CIA, in effect, says to the White House and State Department: If you hold a summit meeting, here are the probable consequences. White House and State then add it up for themselves...

#### Routine Is Routine.

For a master spy, Allen Dulles' daily routine is startlingly similar to that of any then working executive. He leaves his home in fashionably bohemian Georgetown at 8:15 a.m. after listening to a world news roundup on the radio-"we get the secret information, but your news comes in a lot faster." At the office, he first wades through a pile of decoded incoming cables. Thrice weekly he has a staff meeting, once a week he meets with the Intelligence Adviscity Committee, the National Becurity Council and the

Mr. Dulles tries to see as of the war. a much younger Allen Dulles ered Germany, Czechoslovakia, suffered during World War Yugoslavia, Bulgaria, Hun-I when he was working with gary, Spain, Portugal, North with his elder brother, Secre-cloak and dagger in neutral Africa, France, Italy and Aus. tary of State John Foster Switzerland. Somebody asked tria. A contact with a Nazi Dulles, the spy master admits him to see an obscure Russian, counter intelligence agent to no sentiment.

then in a nearby Swiss city, named Hans Gisevius kept him

We get along fine." Allen
blicause he had some interest in touch with the plot against Dulles likes to say, but he ing ideas. Mr. Dulles played Hitler's life, and he produced knows he can't persuade me telmis instead, and a few the first reports on the Nazis' out of something unless has

. . . .

operations coordinating thard gan his trip by rail across Ger- Allen Dulles still finds intelthe latter an interdepart many an dinto Russia, which ligen e work the most exciting mental bottleneck breaker: was one of the turning points assignment possible, though it

telinis instead, and a few the first reports on the Nazis' wheks later Nikolai Lenin be experiments with rockets.

is considerably streamlined; many people as he can, not In World War II, he set up from World War I days. For only from his own organiza operations for the Office of instance, "the beautiful female tion, but from the outside. This Strategic Services in Bern and spy unfortunately has been reis explained by an experience built a spy network that coy placed by the electronic gadget." As for his dealings.

the facts."



ALLEN DULLES.

# Office Memorandum • United States Government

то	: Mr. A. H. Belmont	DATE: November 4,	1958
FROM	: Mr. R. R. Roach		Tolson Boardman Belmont Mohr
SUBJEC	T: ALLEN DULLES DIRECTOR CENTRAL INTELLIGENCE AGENCY	20	Parsons Rosen Tamm Trotter Clayton Tele. Room
1	You may be interested in the for relating to Dulles' personal life. This on a strictly confidential basis by the L	data was obtained	Holloman — Gandy — Milva
	previously reported.		$\exists$
;			b6 b7(
_	Dulles' wife underwent a seriou last summer and she reportedly is in very the present time.  Dulles' real problem is	s operation this poor health at	_
<b>PATTIENT</b>			
	ACTION: None. For your information.	A CONTRACTOR OF THE SECONDARY OF THE SEC	A Company
n, de est	SJP: bjt (4)  Belmont  ALL INFORMATION (  DATE GILLE B  BY  BY  BY  BY  BY  BY  BY  BY  BY	· A A / Mar / Junalal	
•	1 - Liaison Section 1 - Mr. Papich	62-83338-	43
			7 / (1)
	EOI XII	23 NOV 1958	is not

Mr. A. H. Belmo

DATE: October 31, 1958

Mr. R. R. Roach

UBJECT:

CENTRAL INTELLIGENCE AGENCY (CIA)

You may be interested in the following information developed by the Liaison Agent which touches upon CIA organization and personnel.

Trotter Clayton Tele. Room Holloman Gand

Tolson Boardman

Belmont

A few weeks ago, General Cabell received his fourth star as a general. The Liaison Agent has been reliably informed that Allen Dulles pushed this move very strongly in order to bring more prestige to "the intelligence community." Dulles allegedly told the President that it would add to the prestige of U.S. intelligence if CIA had a very high ranking military official. Dulles reportedly suggested that if Cabell were raised to a higher rank, intelligence interests would be best served.

Now that Cabellhas acquired a fourth star, Dulles allegedly is ready to make his next move. He hopes to have a National Security Council (NSC) directive issued which will strengthen the responsibilities of the office of Director, CIA, bringing him closer to Cabinet rank. It is not known exactly how Dulles wants his responsibilities lescribed but his motive is to bring more prestige and strangth to the office which he now holds.

# ACTION:

None. For your information.

SJP:bjt ... (5)

1 - Mr. Belmont

1 - Mr. Kuhrtz

1 - Liaison Section

1 - Ur. Papich

12 NOV 5 1958

BLL INFORMATION CONTAINED HEREIN, IS LINGLASSIFIED,

no deletions per OGA 9/7/10

52 11

-80x50-322 ORIGINAL COFY FILED IM

no deletions per OGA 9/7/10

MR. A. H. BELMONT

DATE: November 5, 1958

FROM:

SUBJECT:

MR. R. R. ROACHA

plson Boardman Belmont

ALLEN DULLES

DIRECTOR CENTRAL INTELLUGENCE AGENCY (CIA) Nease Parsons Tamm Clayton Tele, Room

While discussing other official business with Agent Papich on November 5, 1958, Allen Dulles brought up the following matters:

Dulles made reference to the recent "Nation" article which attacked the Bureau. He stated that many years ago

she made up his mind that he would not read the magazine because he did not approve of the political line and had little use for most of the contributors. He stated that

the had heard about the article attoking the Bureau, but had seen no reason to read it until recently when one of his

subordinates suggested that it might be worthwhile to do so. Dulles stated that he read the article and that he was shocked

at the extremes to which the writer had gone in striking at the Bureau. He referred to the material as "trash" and stated

that he wanted the Liaison Agent to pass a message to the

Director to the effect that if CIA's assistance was needed

in running down any leads concerning any organization or individual involved in a plan to attack the Bureau, he would

be most willing to give full cooperation.

Dulles made brief reference to Eyrus Eaton. that several years ago he had personal dealings with Eaton when he was practicing law. He described Eaton as having been but he is of the firm opinion that Eaton is "very sharp, now "batty,

Dulles stated that he had been invited by Gordon Gray to sit in on a Cabinet meeting scheduled for November 6, 1958, at which the Director was to speak. Dulles stated he was looking forward with great interest to hearing the Director.

Dulles made neference to pending action concerning the implementation of National Security Council Intelligence us Directive (NSCID) No. 5, which deals with U. S. espionage and counterintelligence activity abroad. Dulles stated that it was his understanding that the Bureau was opposed to some of the language in the proposed implementing procedures. He asked the Papich told Dulles that the Liaison Agent for his observations. 3 aute ixereis

- Mr. Belmont Mr. M. W. Kuhrtz

Liaison Section 1 - Mr. Papich

TO NOV 7 1958

Memo Roach to Belmont
RE: ALLEN BULLES
DIRECTOR
CENTRAL INTELLIGENCE AGENCY



proposed implementing procedures carry language which indicates that CIA would virtually control our Legal Attache operations It was pointed out that the language reflects that CIA possibly could examine or even inspect our Legal Attache Papich advised that the Bureau could never approve any language which would give such an interpretation and if CIA did not have such intentions it would appear that a modification of the language proposed would be in order. The Liaison Agent emphasized that the Bureau would not support any directive which would grant any other agency control of our activities. Dulles was taken back by the comments stating that he never realized that such an interpretation could be given to the proposed language and he emphasized that he had no intention to establish control over any of our Legal Attaches. He expressed the opinion that a language could be introduced which would be satisfactory to the Bureau. Dulles also introduced the matter of coordination which allegedly is the main objective of the proposed implementing procedures. Duliwas told that the Bureau regularly is furnishing information to CIA abroad and at headquarters level concerning matters which relate to counterintelligence operations abroad. Liaison is closely following this matter and will keep you advised of developments.

# ACTION:

None. For your information.

Ostro

I would like more details as to 4 th item

merch

b6 b7C

CONFRESTRALI

	- (	
	Office Memorandum • 1	JNITED STATES GOVERNMENT
	TO : MR. TOLSON	DATE: January 27, 1959
ř	FROM : G. A. NEASEY	Folson Belmont Mohr Nease Parsons Rosen
	subject:	Tamm Trotter W.C. Springan Tele. Boom
	Nelson Frank handed to me pamphlet. How Mellon Got Rich," by Hawas published in 1933. Frank called attestirst paragraph on page 13 wherein it is a former State Department official, joined Morgan concession." He thought that du not have seen it or that this statement mallen Dulles.	ention to the marked portion of the stated that, "Allen W. Dulles, another Loomis in the fight for the Mellon- e to the age of this pamphlet we may
	which he feels is a stronger statement cogenerally attributed to O'Connor.	on to the last paragraph on page 23 concerning capitalism than has been
	RECOMMENDATION:	
	That this matter be referr for its consideration in the event the atta to our attention.	ed to the Domestic Intelligence Division ached pamphlet has not previously come
	OF THE SPECIAL PROPERTY.	ALL INFORMATION CONTAINED  WEREIN IS UNCLASSIFIED.  DATE TOUT SE BY April DE LINE  B
	TOTOLOGIAN I Pol. Beater Hice	W. 19.
	FORW FORW.	10 1 62-83338-45
	Enclosure 1-Mr. Belmont 1-Mr. Jones	E102
	GAN: jmr (4)  G U FEB 6 1959	5000

. '

ALL INFÚRIVIATION CUNTAINED IN THIS ENVELOPEIS UNCLASSIFIED DATE 7/04/85 BY SPUBJE/IMW

N. S. L.

ENCLOSURE

Ci. 32. - 45



0.36

by Harvey O'Connor

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 184/85 BY APUBICALIMAN

INTERNATIONAL PAMPHLETS
799 Broadway New York

### PUBLISHER'S NOTE



This pamphlet, prepared under the direction of Labor Research Association, is one of a series published by International Pamphlets, 799 Broadway, New York, from whom additional copies may be obtained at five cents each. Special rates on quantity orders.

#### IN THIS SERIES OF PAMPHLETS

ı.	MODERN FARMING—SOVIET STYLE, by Anna Louise Strong	•	10¢,
2.		•	IO¢ ·
3.	CHEMICAL WARFARE, by Donald Cameron	٠	,ĭo¢
4.		•	10¢
5.	THE STRUGGLE OF THE MARINE WORKERS, by N. Sparks .		то¢
6.	SPEEDING UP THE WORKERS, by James Barnett		то¢
7.	YANKEE COLONIES, by Harry Gannes		10¢
8.	THE FRAME-UP SYSTEM, by Vern Smith		10¢
9.	STEVE KATOVIS, by Joseph North and A. B. Magil	•	10¢
10.	THE HERITAGE OF GENE DEBS, by Alexander Trachtenberg .		ю¢
II.	SOCIAL INSURANCE, by Grace Burnham		10¢
12.	THE PARIS COMMUNE—A STORY IN PICTURES, by Wm. Siegel		ΙΟ¢
13.	YOUTH IN INDUSTRY, by Grace Hutchins		то¢
14.	THE HISTORY OF MAY DAY, by Alexander Trachtenberg		10¢
15.	THE CHURCH AND THE WORKERS, by Bennett Stevens		ю¢
16.	PROFITS AND WAGES, by Anna Rochester		10¢
17.	SPYING ON WORKERS, by Robert W. Dunn		10¢
18.	THE AMERICAN NEGRO, by James S. Allen		10¢
19.	WAR IN CHINA, by Ray Stewart		10¢
20.	SOVIET CHINA, by M. James and R. Doonping		10¢
21.	THE YELLOW DOG CONTRACT, by Elliot E. Cohen		5¢
22.	THE INJUNCTION MENACE, by Charlotte Todes		5¢
23.	THE AMERICAN FARMER, by George Anstrom		то¢
24.	THE END OF THE FORD MYTH, by Robert L. Cruden		5¢
25.	LYNCHING, by Harry Haywood and Milton Howard		5¢
26.	CAN YOU HEAR THEIR VOICES? by Whittaker Chambers		то¢
27.	WOMEN WHO WORK, by Grace Hutchins		IO¢
28.	TO AMERICAN INTELLECTUALS, by Maxim Gorky		IO¢
29.	NEGRO LIBERATION, by James S. Allen		ıò¢
30.	WALL STREET, by Anna Rochester		5¢
31.	THE BONUS MARCH, by Felix Morrow		Ιο¢
32.	ON THE CHAIN GANG, by John L. Spivak		5¢
33.	CHILDREN UNDER CAPITALISM, by Grace Hutchins		5¢
	DANGEROUS JOBS, by Grace Burnham		5¢
35.		uis	-
	Montes, illustrated by Wm. Siegel . :		5¢
36.	HOW MELLON GOT RICH, by Harvey O'Connor		5¢
-	• •		-

# HOW MELLON GOT RICH

# By HARVEY O'CONNOR

## The Mellon Fortune

Towering among the financial giants is the Mellon family with its billion-dollar hoard, probably the largest in America. The Pittsburgh titans of finance capital, are directly interested in corporations with assets of \$10,500,000,000.

Although he is usually described as king of aluminum, Andrew Mellon, former Secretary of the Treasury, raked in his billion from an amazing variety of industries. In this the Mellons differ from the Fords and their auto fortune, the duPonts and their chemical millions, the Rockefellers and their oil empire. For the Mellons draw tribute from real estate, banking, steel, railway equipment, oil, coal and its myriad by-products, aluminum, utilities. Workers in almost every industry you can name are being exploited to enhance the financial power of the Mellons.

Count off the major enterprises of Mellon and you will include most of the basic industries. His hundred Pittsburgh Coal Co. and Koppers Coal Co. mines stretch all the way from western Pennsylvania through feudal West Virginia into Kentucky. He probably draws more interest and dividends from the labor of steel workers than any other person in America. His family has important interests in Pittsburgh Steel, Crucible Steel, and Bethlehem Steel and a sizeable block in U. S. Steel.

Coke links coal and steel. It is the pure fuel left when gases have been driven out of coal, and it is used to smelt iron ore. Through his Koppers Co., Mellon is the most important commercial coke producer in the United States and Canada. The by-products derived from coal constitute the base for explosives and all war gases. The Mellons hold key positions in the war industries through steel, coal, and by-products of coal gas and petroleum.

Bethlehem Steel cashes in handsomely by the sale of armor plate for battleships built in Bethlehem's own yards.

The Mellons sell the gas from their Koppers coke ovens to domestic consumers in scores of cities. They have become major owners of so-called public utility systems. Gigantic holding companies in which they have an interest include Eastern Gas & Fuel Associates in Boston, Plymouth and New Haven; United Light and Power, which sells gas and electricity in a thousand communities; U. S. Electric Power Corp., and others. They are big stockholders in the Philadelphia Co., the monopoly which controls all the gas, electricity and street car services in their home city, Pittsburgh. Their Brooklyn Union and Brooklyn Borough Gas companies "soak the poor" in Brooklyn. They make a minimum charge of \$1 a month, although most working class families actually never consume a dollar's worth of gas in any month.

Most famous of all Mellon's corporations is Aluminum Company of America, which, through its control of raw materials and patents, holds a 100 per cent monopoly on the manufacture of this extremely useful light-weight metal. Aluminum is one-third the weight of steel and just as strong when properly alloyed. Aluminum Co. of America, ever since its organization way back in the 80's, has enjoyed the express protection of the United States government through patents, tariffs and failure of government departments to prosecute it under the anti-trust law. Its tremendous profits have exceeded \$20,000,000 in one year. The sweatshop inquiry in Pennsylvania in 1933 found that Aluminum was firing men, earning \$4 and \$5 a day, from some departments, and hiring women to do their work at 18 cents an hour.

Biggest of all Mellon companies is Gulf Oil Corp. with gross assets of \$743,000,000, and exceeding those of the Ford Motor Co., whose owner has been considered the second richest man in the country. Gulf, like Aluminum, also profits from monopoly for it has quiet price-fixing agreements with Standard Oil and other big oil companies.

The full list of Mellon companies fills many pages. They are heavy stockholders in the Pullman sleeping car monopoly, Pittsburgh Plate Glass, American Tar Products, and National Lumber & Creosoting.

The Mellons are the perfect example of the fusion of industrial and finance capital. Their \$250,000,000 Union Trust Co. in Pittsburgh has the highest cash dividend rate in the banking world: 200 per cent. Their \$250,000,000 Mellon National Bank finances industries far and near. Another \$250,000,000 is represented in a chain of banks which covers western Pennsylvania. The Mellons maintain close relations with the Morgan and Rockefeller banking interests in Wall Street, and have considerable holdings in other corporations dominated by one or both of these groups.

# Judge Thomas Mellon

Andrew Mellon was born rich. His father laid the foundation of the family fortune in Pittsburgh as a corporation lawyer and money-lender. As soon as he was out of law school, Thomas Mellon began buying mechanics' liens, making loans on notes. Then he went into real estate. Through marriage he acquired control of East Liberty, most important of Pittsburgh suburbs, and made millions as the city grew, through mere ownership of land that other people had to have to build homes. He became the trusted confidential attorney of corporations and later he organized corporations of his own. After serving ten years as judge, he opened the T. Mellon & Sons bank in 1871. Here young Andrew learned the secrets of using money to make money.

Old Thomas Mellon was the perfect embodiment of the small competitive capitalist and money lender of the middle nineteenth century, before the age of imperialism. He was a studious old skinflint. More far-sighted than many, he foresaw the inevitable conflict between the classes. "The employees and their families in the larger manufacturing and mining establishments," he wrote in 1885, "are often designated each by his number and live in numbered tenements, and are all subjected to the same routine, and treated alike; too much like the soldiers of an army or inmates of a prison. The opportunity to work up and out and better their condition is rendered so remote as to appear to them hopeless."

But when the "hopeless" workers rebelled, Judge Mellon was for drastic action. "The vicious classes," he wrote, "seem to be greatly on the increase or at least show more boldness than ever before. It indicates a demoralized condition of public sentiment, which may require blood to purify." Two years later the Haymarket anarchists were hanged in Chicago.\*

Judge Mellon hated Karl Marx and studied Herbert Spencer to find arguments against Marx's statement that labor is the author of all wealth. He believed in religion, not so much for himself as to assure the stability of the capitalist system.

Aside from amassing more millions, Judge Mellon's chief satisfaction in life was to see his sons develop into "smart business men." Very smart they were. The older brothers kept on subdividing real estate and selling it at a handsome profit. Then their lumber firm sold building materials for houses to be built on the lots. Their street car companies carried people back and forth from Pittsburgh to East Liberty.

When Judge Mellon retired, it was Andrew who took charge of the money-making end of his fortune, that of T. Mellon & Sons bank, already the largest in Pittsburgh. He early formed a close alliance with Henry Clay Frick, the coke king, whom Judge Mellon had helped by loans to acquire control of Fayette County, source of much of the country's finest coking coal. From Frick, Andrew Mellon learned the technique of open shoppery. Frick engaged in bloody wars with his coke workers until in 1889-90 by starvation and bullets, he stamped out their union. Carnegie took him into his steel corporation as general manager, and in 1892 he smashed the steel workers' union at Homestead and established industrial tyranny in the steel industry that was unchallenged until 1919, when William Z. Foster led the great steel strike.†

Frick sat on the board of Union Trust, Mellon's new bank, along with representatives of the Pennsylvania Railroad and the big corporations of the Pittsburgh district. The two men made millions speculating in downtown real estate. In one deal Mellon made as much as \$200,000, although he added not a penny to the real worth of the property.

<sup>\*</sup>See The Frame-Up System, by Vern Smith. International Pamphlets, No. 8.

<sup>†</sup> For the story of Homestead, the 1919 strike and other struggles of steel workers, see *Labor and Steel*, by Horace B. Davis. International Publishers.

# War-Mellon's Ally

War has been the Mellons' best ally. The peace-time stride of their fortune then quickens into the double march. The Mexican War started Pittsburgh off, and with it old Judge Mellon, chiefly through his transactions in real estate, laid the foundations for his fortune. The Civil War placed him in the millionaire class. The Spanish-American War, with its fat contracts for guns and ammunition, made his son Andrew a peer of Wall Street bankers and the lord of Pittsburgh, the seat of war industries.

The Mellons did not believe in fighting during the war. There was no money in that. Old Judge Mellon, instructing his sons during the Civil War, wrote: "It is only greenhorns who enlist. You can learn nothing useful in the army. . . . In time you will come to understand and believe that a man may be a patriot without risking his own life or sacrificing his health. There are plenty of other lives less valuable or others ready to serve for the love of serving."

The conquest of Cuba, Puerto Rico and the Philippines, the coming to age of imperialistic America, stuffed the Mellon banks to bursting with the profits wrung from the workers in Pittsburgh's glowing mills. Armed with the profits of war, promoters began forming whole industries into gigantic trusts. Mellon worked feverishly in Pittsburgh. He helped form two coal combines in 1900-or from which emerged Pittsburgh Coal Co., at that time a monopoly in western Pennsylvania coal mining. Mellon's banks sold their watered stocks to the public and then obtained mortgages on every scrap of the coal combine's property in return for floating bond issues. Crucible Steel and a score of corporations were products of Mellon financing in this era. Nearly every big enterprise in Pittsburgh was financed by the Mellons in return for mortgages which covered all their property and gave them the right to foreclose in case they didn't pay.

About this time Andrew Carnegie fell out with his general manager, Frick, over the division of the tremendous wartime profits which flowed into Carnegie Steel Co.'s treasury—\$40,000,000 in the year 1900. Frick was fired. In revenge he and Mellon formed Union Steel Co. and threatened to build mills

rivalling Carnegie's. A company town was built around the new rod and wire mill at Donora, Pa. Eventually the new Union Steel Co., Mellon and Frick threatened, would add blast and open hearth furnaces to offer thorough-going competition to Carnegie's mills.

Carnegie capitulated before this threat and settled with Frick to the tune of \$31,000,000. The bluff had worked so well for Frick and Mellon that Carnegie himself used the same tactics in forcing J. P. Morgan to pay a fancy price for Carnegie's steel mills when the New York promoter organized U. S. Steel.

Mellon watched the success of these tricks as used by Frick and Carnegie, and decided to take a hand at the game himself. So he announced that his Union Steel Co. would build a rail mill that would put the U. S. Steel Corp.'s rail mill at Braddock, Pa., out of business. Further, he would construct a railroad from Pittsburgh to Lake Erie to haul his iron ore cheaply. He bought out the Sharon Steel Co., a big independent, and was in position in 1902 to compete with the steel trust in nearly every branch of steel making.

The U. S. Steel Corp., thoroughly frightened, bought Mellon's company for \$75,000,000. Mellon had put only a few million into Union Steel. An example of his tremendous profit from this deal was an ore mine for which he had paid \$150,000 and which he sold to U. S. Steel for \$4,000,000.

It was a handsome piece of poker-playing that brought perhaps \$20,000,000 into the Mellon pockets.

### Industrial Capitalist

Up to the Spanish-American War, Andrew Mellon had been primarily a banker and real estate promoter. Then he began to blossom out as a first rate industrial capitalist. Back in 1888 the owner of patents for refining aluminum in electric furnaces sold a share in their Pittsburgh Reduction Co. to the Mellons in return for \$250,000 to set up a mill at New Kensington, Pa. This company controlled by the Mellons has grown into properties valued at \$300,000,000, known as Aluminum Co. of America and its Canadian affiliate, Aluminium, Ltd.

Monopoly is the essence of Aluminum's success. The government protected Mellon's monopoly rights through patents until 1909. From the first, subservient U. S. Senators saw to it that Mellon's company had a high tariff to keep out foreign aluminum. It has ranged from 2 to 7 cents a pound and is now 4 cents. The Mellon company has understandings with the European aluminum companies regarding production and prices. These agreements also provide that the Mellons are to be sole sellers of aluminum to the United States government, while the German, French and British companies are guaranteed no competition in selling aluminum, made into a multitude of war uses, to their respective governments.

Mellon's monopoly ran smack up into the opposition of powerful industrial interests—particularly automobile and airplane interests—who wanted to buy the lightweight metal cheap. They succeeded in 1912 in getting the U. S. Department of Justice to file suit against Aluminum Co. of America. The court ordered Aluminum Co. not to monopolize bauxite, the ore from which aluminum is refined, not to delay shipments, or ship defective material to companies which competed with Aluminum's subsidiaries in fabricating the raw metal into finished products.

How utterly useless the court order was, came to light in 1924 when the Federal Trade Commission found that Aluminum was not only continuing its price-fixing and its discrimination against competitors in fabricating aluminum, but had gained a 100% monopoly over the mining of bauxite and the refining of raw aluminum.

The full extent of this monopoly was brought out in court when George D. Haskell, a Springfield, Mass., manufacturer, sued for \$15,000,000 damages for conspiracy in restraint of trade. The jury awarded him an \$8,000,000 verdict, but the court of appeals, happily for Mellon, reversed the verdict. Haskell had formed an aluminum company with James B. Duke, the Carolina tobacco magnate who had cheap water power in Quebec. The Mellon company bought out Duke for \$15,000,000. Testimony also revealed that the Mellons had forced the Canadian government to get bauxite concessions in British Guiana for them, in return for furnishing aluminum during the war.

Aluminum was a gold mine during the war, for the Mellons charged the United States government 32 cents a pound for this indispensable war metal. After the war was over, the price dropped to 22 cents and even now the government has suits pending against Aluminum for wartime over-charges.

# Oil and Imperialism

When a penniless prospector struck the Lucas oil gusher in Texas in 1901, he unwittingly gave the Mellon family a big boost toward their \$743,000,000 oil corporation. This was the biggest gusher ever struck and the first one in the Southwest. Lucas and his backers, Pittsburgh men, had to turn to Mellon for cash to develop the new oil field. The result was Gulf Oil, a profitable and completely integrated independent oil company.

The Mellons had their hands in oil before. They speculated in the western Pennsylvania field and trimmed Standard Oil to the tune of \$2,000,000 when in 1895 they forced the Rockefeller company to buy their pipe line from Pittsburgh to Philadelphia. That involved changing the Pennsylvania law forbidding pipe line mergers, but the Mellons and the Rockefellers took care of that in the legislature, thus illustrating their control of the government machinery.

Gulf Oil Corp., in on the ground floor in the great Texas field, was too big for the Rockefellers to push under, especially when the Mellons stood behind it. So Standard Oil, Gulf and a few other big companies came to an agreement regarding prices and production and a virtual monopoly was set up. The little fellows, the owners of the wells, protested long and loud to the Federal Trade Commission and the courts against the price-fixing tactics of Standard and Gulf. But all to no avail. The big companies encouraged the little fellows to take all the chances in developing new wells. Standard, Gulf and others then stepped in and dictated the prices at which the small producer could sell. Profits naturally were fantastic. In one year Gulf made \$40,000,000.

"Oil is as necessary as blood in the battles of tomorrow," said Clemenceau, war premier of France. Mellon understood the patriotic importance of oil in the next slaughter; for that reason his Gulf Oil Corp. made use of the U. S. State Department to gain vast reserves of oil in Colombia, to uphold, with other United States interests, the gruesome dictatorship of Gomez in Venezuela, and to change Mexican oil legislation.

Independent oil producers of the southwestern United States fought bitterly against the flood of Mexican, Venezuelan and Colombian oil which poured into the United States market, ruining them. They claimed the imported oil was "foreign"; but to the Mellons and the Rockefellers, the countries along the Caribbean are just as American as Oklahoma or Texas. As a matter of fact, from the towers of Wall Street, Colombia and Venezuela are even more American, for there are bigger profits in petroleum wrung from the forced labor of semi-colonial countries than in the domestic product.

For that reason the little independents were never able to get a tariff on oil comparable to the tariff that kept foreign aluminum from competing with Mellon's Aluminum Co. of America. They failed to understand that tariffs, as well as other government measures, are framed by the big industrial capitalists to suit their private interests, regardless of the effect on petty competitors or exploited workers.

Soon after the workers and peasants of Mexico declared a social revolution in 1910, the Mellons, along with the Dohenys, Sinclairs and Rockefellers, found themselves in mortal combat with theories of social ownership which declared Mexico's natural resources belonged to the people. For the next decade the oil interests played cleverly among the politicians and generals of Mexico, subsidizing this one, overthrowing that one, hiring guerilla bands of their own. All the while, the U. S. State Department threatened invasion to protect oil rights and twice American troops marched into Mexico.

In the meantime, oil was discovered around Lake Maracaibo in Venezuela, and there the Mellons followed Standard and Deterding's Dutch-Shell, to exploit rich concessions. Venezuela was different. There dictator Gomez, rivalled only by the recently overthrown Machado of Cuba, held power, thanks to his army and his jails. He gladly signed concessions giving British and American companies the right to Venezuela's oil in return for

subsidies to maintain his own rule. The oil companies thereupon threatened a boycott of Mexican oil. The Mexican government made peace by 1928. A branch of the National City Bank was opened in Mexico City. Dwight Morrow, until then a partner in Morgan & Co., was sent as ambassador, and Lindbergh, soon to be his son-in-law, flew down to cement good will between Wall Street and the rising bourgeoisie of Mexico.

With Mexico safe for Mexican Gulf Oil and Venezuela pouring liquid gold into Mellon tankers, the Pittsburgh bankers now turned their attention to Colombia. Right next to the Venezuelan border was the Barco concession, owned by a firm composed of H. L. Doherty, the oil magnate, and J. P. Morgan & Co. The Mellons paid Doherty \$1,500,000 for his share of the concession, which the Colombian government had just announced it was about to cancel.

If this cancelled concession was worth \$1,500,000 to Mellon, why did Doherty let go of it? There were two reasons. Millions of dollars would be needed to lay pipe lines and develop wells before the first barrel of oil was pumped into a tanker. Standard Oil already being busy in the Carare district of Colombia, the Mellon company was the only one with enough free capital to undertake the development. Even more important, however, were the diplomatic angles involved. Tremendous pressure would be needed to get the cancelled concession validated. Gulf Oil, whose proprietor, Mellon, was Secretary of the Treasury in the Harding-Coolidge Administration, could see that the proper pressure was applied.

Colombia had distrusted the United States long before the seizure of Panama in 1903 by Theodore Roosevelt who wished by building a canal there to assure United States naval supremacy in American waters. The United States government tried to buy off Colombia's hatred with a \$25,000,000 payment in a deal which let Standard Oil into the Carare district. This deal involved a scandal in Colombia comparable to the Teapot Dome exposé in the United States and resulted in the resignation of the Colombian president. The Colombian Congress thereupon passed legislation which stated that petroleum resources were national property, and that the Mellons must show documentary proof to their title in the Barco concession.

The Mellon and Rockefeller firms retaliated. They hired Francis B. Loomis, former State Department official who had helped Roosevelt in the Panama grab in 1903, to present their case to the State Department and President Coolidge. Secretary of State Kellogg ordered the United States minister in Bogota to intercede for Mellon. Allen W. Dulles, another former State Department official, joined Loomis in the fight for the Mellon-Morgan concession.

When Colombia refused to knuckle down, Herbert Hoover's Department of Commerce declared a practical embargo on loans to the Caribbean country. That crippled Colombia and, in the resulting industrial paralysis, discontent increased. At this juncture the presidential election was held, and the Colombian minister to Washington, Olaya, a man thoroughly imbued with the Wall Street point of view, campaigned for the presidency. He was elected by 121,000, a thumping majority in a country where workers and peasants have no vote.

President Olaya immediately invited National City Co. (National City Bank affiliate) to send a representative to Colombia, and he himself visited Wall Street and Washington where he talked with the bankers and with Secretary Mellon. Mellon, of course, later denied that he had mentioned his concession when he talked with Olaya.

As a matter of fact, Olaya shortly after the interview got a \$20,000,000 credit from the National City Co. and returned to Bogota to force Mellon's concession through Congress. With him went a Princeton University professor and the oil law expert who helped Ambassador Morrow clean up the Mexican oil tangle. As soon as the Mellon oil law was passed by the Colombian Congress and signed by Olaya, the National City Co. released the last \$4,000,000 of the loan.

All this came out in testimony before a U. S. Senate committee investigating the flotation of foreign loans. Witnesses revealed that excited cables flew back and forth between the State Department and Bogota while Mellon's concession was hanging fire and that Secretary of State Stimson was concerned in helping with the deal.

The upshot of this piece of dollar diplomacy was that the

Mellons were confirmed in ownership of oil lands valued by a U. S. State Department official at from \$350,000,000 to \$2,000,000,000, and all for the trifling price of \$1,500,000 plus the pressure of the United States government.

International diplomacy was again called into use when the Mellons shouldered their way into Iraq oil. When Standard Oil learned that the British oil companies had staked out the rich Mosul field in Iraq as their own, thanks to a British mandate from the League of Nations, it indignantly protested to the State Department that the principle of the "open door" for all capitalists was being violated. It was arranged finally that Standard Oil was to have one-fourth interest in the Turkish Petroleum Co.

When Gulf Oil executives heard that, they boiled over with indignation. They demanded that the State Department pry the door open even wider so they could get in. Accordingly, the Near East Development Corp. was formed by the Standard Oil companies and Gulf, and the Mellons were given one-fifth interest.

# Profits in Explosives

War brought another rich treasure to the Mellons. That was the Koppers Coke Co.

Dr. Heinrich Koppers was a German scientist who had come to America before the World War to introduce a type of coke oven which made use of the valuable gases which the old-fashioned beehive coke ovens wasted when converting coal into coke. When war broke out in 1914, Mellon saw that explosives meant millions, and these explosives were made out of those very gases that Dr. Koppers saved in his by-product coke ovens. So he bought out Dr. Koppers' patents and business giving him \$300,000 worth of shares in the new company and a salary of \$10,000 a year. Mellon proceeded to sign fat contracts with agents of the Allied nations.

When the United States entered the war in 1917, the "alien property" law was passed. The law declared that all German and Austrian property, including patents, in the United States, was to be confiscated.

Mellon's Koppers Coke Co. immediately informed the govern-

ment that one-fifth of its stock was owned by Dr. Koppers, a German citizen. Accordingly, the stock was confiscated and then offered for sale at auction in 1918. The Mellon company bought Dr. Koppers' share for a mere \$302,500. Profits for the first six months of 1918 alone easily exceeded what the Mellons paid for Dr. Koppers' one-fifth share in a \$15,000,000 company.

The Koppers company hastily erected by-product gas plants throughout the country during the war, to cash in on the high prices paid for ammunition. The government designated the Koppers units as "war order" plants whose products were essential to the manufacture of explosives. After the war was over, the Mellon company continued building these gas plants, and became a big factor in the so-called public utilities companies which sell gas to industrial and to domestic consumers. Koppers Gas & Coke Co. was organized and grew rapidly until in 1931 its assets were \$177,000,000. To control big gas properties in New England, the Mellons then organized Eastern Gas & Fuel Associates, a \$203,000,000 firm. In 1931 this company alone had profits of \$5,775,000.

Through their control of valuable St. Lawrence River power for use in their aluminum plant at Massena, New York, the Mellons acquired 21% ownership in the Morgan-Niagara Hudson Corp., a vast holding company which controlled light and power throughout New York State. They became powerful in the United Light & Railways Co., a \$498,000,000 concern; in United Light & Power Co., a \$575,000,000 concern; and in U. S. Electric Power Corp., whose assets are \$1,257,000,000.

### Low Taxes for the Rich

Banker Mellon's rise to command of the U. S. Treasury was logical. What more reasonable than that one of the nation's greatest money masters should take charge of the nation's finances? A variety of reasons dictated the choice of Mellon as Secretary in 1921. First, the war had been terribly expensive, and the question came up as to who should pay for it. For the Republican Party there was only one answer. Those who had coined millions out of the war must not be called upon to pay for it. What better

assurance was there that taxes would be eased on the wealthy than to have the richest banker in the key tax position?

Second, the Republican Party had incurred a tremendous deficit in the 1920 campaign and somebody had to pay for that. Andrew Mellon made the biggest contribution, reported by the *New York Times* as \$1,500,000. He must be rewarded.

Mellon was glad enough to change from Pittsburgh to Washington. His corporations gathered dividends as the earth soaks up rain; the process was nearly automatic. Although he was on the top rung of the millionaire ladder, hardly anyone outside Pittsburgh had ever heard his name. He felt the need for public acclaim in keeping with his position. Further, no family ties bound him. His two children were away in private school and he had divorced his wife back in 1912.

That divorce showed Mellon's power. Mrs. Mellon came from a wealthy Irish brewer's family, liked gaiety, hated the smoke and grime and coldness of Pittsburgh and her husband's concentration on financial affairs. She obtained a legal separation, but Mellon refused to permit her to have their children part of the year. She defied him by moving back to the Mellon house in Pittsburgh. Thereupon he sued for divorce. The Pittsburgh newspapers refused to publish Mrs. Mellon's statements defending herself against his charges, and even the telegraph agencies helped to keep any news of the sensational divorce from getting out of the city.

Mrs. Mellon found a parallel between her position and that of thousands of foreign-born workers who toiled in Mellon mills. "It crept over me," she wrote, "that perhaps I, too, a foreigner like his Huns and Slavs, had been weighed coldly, dispassionately, on the scales of demand and supply and as a wife ranked merely as a commodity in the great plan of this master financier's lifework. The babies were there; even the male heir was there. Was the wife to be laid off like other hired help when the steel' mills shut down?"

Mellon wanted no publicity on his divorce. Accordingly Boss Penrose had a law passed quietly in the Pennsylvania legislature providing for secret divorce hearings. Then the banker discovered he wanted testimony taken in Europe. This too was arranged by Penrose. Nevertheless news leaked out and was published in certain eastern newspapers. Mrs. Mellon demanded a jury trial and the court granted it. Then Mellon was all for settling. Grounds for divorce were changed to simple desertion and the decree was granted in 1912.

The whole incident illustrated Mellon's influence on Pennsylvania politics in obtaining passage of special laws to suit his needs, in hushing publicity and controlling courthouse officials. Boss Penrose naturally was anxious to please the powerful Pittsburgher; Mellon was a heavy contributor to Republican Party funds. These gifts had run as high as \$150,000 at a throw. Penrose and other bosses of Pennsylvania, then as now, got their support from Mellon, General Atterbury of the Pennsylvania Railroad, Joseph Grundy of the Pennsylvania Manufacturers Assn., and similar big employing interests. No wonder all efforts to obtain minimum wage, child labor, and old age pension legislation invariably failed in the legislature!

In Pittsburgh, Mellon worked hand in glove with the Magee-Flinn Republican political machine and its successors, including the Coyne machine. Vice, poverty and corruption flourish, making the name of Pittsburgh pre-eminent in that regard among American cities. The big employers care not at all about that. Their workers live in miserable houses and shacks in the steel and coal towns surrounding the city, work long hours, or not at all, and get barely enough to hold body and soul together.

Senator Penrose and Senator Knox, faithful servants of the steel and coal interests and political messenger boys for the Frick-Mellon interests, both saw to it that their friend Andrew Mellon was made Secretary of the Treasury. Mellon's first job in Washington was to see that the excess profits tax on the fat earnings of the big corporations was done away with, and to reduce income taxes in the "higher brackets," that is, upon the very rich. Besides sparing the rich the burden of keeping up their government this also avoided leaving extra money in the Treasury for the veterans' bonus, for federal unemployment insurance or any other social legislation.

Money which might have gone into social insurance funds was dumped into the stock market, into further expansion of industrial plants and into foreign loans. Building more factories when those already built were not being used to capacity hastened the inevitable crash of 1929, and the foreign loans brought nearer the day of United States participation in the next imperialist war.

Under the Mellon regime the Bureau of Internal Revenue made tremendous refunds to great corporations and wealthy persons. These refunds were returns to them of taxes on war-time profits years after the war ended. Refunds to the capitalist class totalled close to \$3,000,000,000.\* U. S. Steel alone received \$96,384,000. Mellon served not merely himself but his class, and in serving his class served himself. He made refunds to his own corporations totalling about \$14,500,000. His own personal refund amounted to \$405,000.

Mellon himself, as the result of these favors to fellow-millionaires, and corporations, became the idol of the Big Business press. He was regarded as more powerful by far than President Coolidge, and as the Greatest Secretary of the Treasury since Alexander Hamilton! He was undoubtedly the power behind the throne in Washington from 1921 to 1929.

As befitted such a power in finance and government, Mellon had his daughter married to the son of a reactionary Maryland Senator in a million-dollar wedding that was the talk of society, and recalled those feudal rites in Pittsburgh where Mellon girls were married to the sons of steel magnates in made-to-order medieval castles. Hundreds of thousands of dollars were lavished on these affairs, even though thousands of Mellon miners might, at the time, be living on starvation rations while striking against Pittsburgh Coal Co. On the very day Sarah Cordelia Mellon was married, Mellon coal and iron police were evicting miners from their homes.

The Mellons did not believe much in charity and gave little. One exception was the \$3,000,000 given to build the East Liberty Presbyterian Church in Pittsburgh, known locally as the "Mellon fire escape." Millions were invested in the Mellon Institute, a research laboratory for manufacturers and for Mellon corporations. The Mellons and allied magnates controlled the board of the

<sup>\*</sup>See Wall Street, by Anna Rochester, p. 12. International Pamphlets, No. 30.

University of Pittsburgh, which became notorious for firing professors and radical students and suppressing freedom of thought on the campus.

The Mellons continue to invest heavily in the Republican Party. They gave and lent \$250,000 in the notorious 1926 Republican primary in Pennsylvania. Mellon defended his gifts on the ground that they were the same as gifts to the church. Each vote for the Mellon candidate for U. S. Senator in Pittsburgh cost \$4.14. The Mellons also controlled the Democratic Party in Pittsburgh, through alliance with its chiefs, a fact that became doubly important after the Democratic victory in 1932.

#### Mellon's Workers

Mellon is a staunch believer in long hours and low wages for his workers. The state sweatshop investigation in Pennsylvania in 1933, as we have noted, revealed that his aluminum factories paid 18 cents an hour to women. His aluminum plants worked the 11½-hour night shift even in 1933.

Strikes periodically convulsed his spy-ridden factories and mills. In 1913 his aluminum workers in New Kensington revolted, and wives of strikers used blacksnake whips to beat off strikebreakers. State police were rushed to the plant to break up meetings and picket lines. After six weeks, the workers were forced back under promise of arbitration.

In 1915, at Massena, New York, his aluminum workers struck, took possession of the aluminum plant and threw up a barricade in front of the main gate. Governor Whitman (Republican) of New York, sent in companies of militia which stormed the barricades and finally drove the workers out in a series of bloody encounters. Strikers' homes were raided and a strike leader later died of wounds inflicted by guardsmen. A hundred workers were jailed. The strike was soon settled with the company promising slight wage increases and correction of grievances over rents.

Again in 1916 the Aluminum workers in New Kensington struck, demanding the 8-hour day and recognition of A. F. of L. unions, but were defeated when the company shifted its war orders to other plants. The workers were forced back after three months.

In the Standard Steel Car Works at Butler, Pa., in 1919, state troopers beat back workers who joined the great steel strike. The troopers' horses were trained to kick in the doors of workers' homes and to enter, scattering terror among wives and children of the strikers.

In Pittsburgh Coal, however, the Mellon labor policy came to highest fruition. R. B. Mellon, once chairman of the company's board, practically admitted before a Senate committee that "you can't run coal mines without machine guns." Pittsburgh Coal, Charley Schwab's Bethlehem Mines Corp., and Rockefeller's Consolidation mines, took the lead in 1025 in breaking a contract with the United Mine Workers and smashing that union. Miners were evicted from the company towns in which they had been forced to live; coal and iron police, licensed by the state and paid by the coal and steel companies, terrorized strikers. Tear gas and machine guns helped the operators. When miners joined the National Miners Union in 1931 and conducted another great strike, Pittsburgh Coal Co. exceeded its previous efforts. Dozens of miners were shot, hundreds were gassed, others were sent to prison for long terms, their families evicted and starved. But a Pittsburgh Coal superintendent and a bunch of company guards at Arnold, Pa., who shot and killed John Philipovich, a strike sympathizer, were convicted of mere manslaughter and paroled. Two Pittsburgh Coal guards who tortured Mike Barkoski to death in their police barracks were given light sentences.

Company towns are an integral part of the Mellon apparatus of oppression. Andrew Mellon's partner, Henry Clay Frick, found the company store convenient in the hard times of the 1870's, for paying his miners and coke workers when he was short of cash. He gave them scrip redeemable at the company store, and found the practice so profitable that it was continued and adopted by other coal companies. Workers were forced to trade there, and high prices kept them in debt to the company. Popular outcry against these "pluck me" stores became so vehement that the Pennsylvania legislature abolished them. Thereupon the coal and steel companies organized dummy firms to operate them, and they flourish under this thin disguise to this day.

In the company town the company owns not only the stores, but

all the drab, monotonous shacks, the school, the church and everything else. The company is also the "law." It hires and pays the private police who patrol the streets and roads, help keep organizers out, spy on militant workers, and try to disrupt their organizations.

The East St. Louis race riots of 1917 were laid at the door of the Aluminum Co. and other employers by a Congressional investigating committee. Aluminum Ore Co., fighting its low-paid white workers then on strike, imported hundreds of Negroes from the lower Mississippi valley. So many were brought in that there were jobs for only part of them. Race hatreds were fanned. In the terrible riots that followed at least 25 Negroes, men and women, were burned to death, shot, drowned, hanged and their homes burned. The police and militia refused to interfere.

In 1933, the Aluminum Co. signed a code stipulating 30 cents an hour as the minimum wage in the industry. But even this hunger wage was too much to suit the Mellon company, and within a few weeks it was paying hundreds of its women workers at New Kensington, Pa., 25 cents an hour, in flat defiance of its own code. The workers at the New Kensington plant made their opposition felt by an overwhelming vote against the company union which was to be set up on the basis of the code.

Mellon's Pittsburgh Coal Co. signed a N.R.A. code and a working agreement with John L. Lewis of the United Mine Workers which took away from the miners, on strike at the time, the right to strike. Under this agreement between Pittsburgh Coal and Lewis, the checkoff was forced on the miners, to be paid into the district office instead of to local unions, the previous practice. In this way the local unions were robbed of their financial autonomy.

#### The Panic Helps Mellon

During the II years he held the office of Secretary of the Treasury, Andrew Mellon's private fortune and that of his family, leaped from the hundreds of millions to over a billion. The policies he sponsored—low taxation of the wealthy, easy money for speculators, unchallenged sway by the big corporations—padded his own fortune and those of his fellow-millionaires.

After the economic crash of 1929, his usefulness to the Republican Party declined. During the years of stock market prosperity he had been praised extravagantly as the author of good times; when stocks crashed, factories closed and millions roamed the streets looking for work, he was blamed. Veterans whose demand for a bonus he defeated; workers who knew his anti-labor policies had been responsible for low wages during "prosperity" and for lack of adequate relief and unemployment insurance during the crisis; and farmers who had been "deflated" since 1921 under his pro-corporation program, joined hands to denounce him. President Hoover thereupon sent Mellon as Ambassador to Great Britain. This, of course, meant no change in U. S. Treasury policy as millionaire Ogden Mills out-Melloned Mellon in his favors to his class.

Mellon used the crisis of 1929, as he had those of 1893 and 1907, and as his father had used the panic of 1873, to "clean up." His corporations, if necessary, paid interest and dividends out of vast surplus funds which had been piled up in good times. They bought up small companies in distress for a song. Mellon acquired numerous banks in western Pennsylvania when they became insolvent. He could have saved these banks and the workers money deposited in them. Instead he waited till they went on the rocks and then bought them up.

His Union Trust Co., keystone of his financial structure, continued to pay 200% annual dividends. An analysis of his family's income showed hardly any decline during years which saw at least 15,000,000 unemployed. In 1929 the Mellons received about \$35,000,000 in dividends alone. In 1930, their estimated income went up to \$38,000,000 and even in the panicky year 1931 the figure declined only to about \$33,000,000. (These figures are based on our estimate of Mellon share of control or ownership of particular companies.)

Despite this personal prosperity, however, his companies ruth-lessly slashed wages and working forces. Some of his aluminum workers, by 1933, were working for as little as 18 cents an hour. Thousands were laid off by Gulf Oil. No unemployment insurance protected them. In 1931 Mellon and his brother gave a grudging \$300,000 to Pittsburgh charity, less than 1% of their income for

the year. Later they were obliged to contribute \$750,000 more. But that was just a fraction of the sum that Andrew Mellon spent in that year for art treasures alone! From Union Trust in 1931 his family drew dividends of more than \$2,400,000, and other banks yielded him a million more.

President Roosevelt, seeking desperately to save the capitalist system from collapse, announced the "New Deal" in 1933, and instituted the National Recovery Act. Mellon continued to fight unionism, higher wages, and shorter hours with all the forces at his command.

#### Mellon-A Class Symbol

Mellon is the supreme expression of predatory, acquisitive capitalism. In this system of exploitation and individual acquisition, he did his best to search out, control, acquire and hold on to everything he saw that looked as if a profit could be made out of it. The more he, and all capitalists, acquired, the deeper in misery became the masses.

Mellon did not create this wealth, which he today controls. He sought only to gain control over wealth, that he might intercept the profits. And he used these profits to gain further control—the process being almost endless. But the source of this wealth and these profits remained as always—the exploitation of the resources of the country and the labor of the masses.

It is against this system of capitalism—mass exploitation for individual gain—that the workers fight. It is capitalism that produced Mellon, just as it produced the wretchedness of workers' lives, the horrors of our civilization and the army of half-starved unemployed.

Capitalism yesterday produced its great fortunes, today produces wits Mellons and Rockefellers and Morgans, and tomorrow another set. Under capitalism all wealth becomes concentrated. It is for a new order of society, granting no place to exploiters, as in the Soviet Union, that we fight. The workers, creators of this wealth, will then have its use.

#### RECOMMENDED BOOKS

☆

THE LABOR AND INDUSTRY SERIES already includes six volumes. In these books the chief American industries are for the first time treated from the viewpoint of the workers, Prepared in collaboration with
The Labor Research Association.
LABOR AND STEEL, by Horace B. Davis\$1.00
LABOR AND COAL, by Anna Rochester\$1.00
LABOR AND LUMBER, by Charlotte Todes\$1.00
LABOR AND TEXTILES, by Robert W. Dunn and Jack Hardy \$1.00
LABOR AND AUTOMOBILES, by Robert W. Dunn\$1.00
LABOR AND SILK, by Grace Hutchins\$1.00



		437
	LABOR FACT BOOK, by Labor Research Association \$ .85	2
	THE MOLLY MAGUIRES, by Anthony Bimba\$1.00	2
	FORCED LABOR IN THE UNITED STATES, by Walter Wilson \$1.00	Ĭ,
	THE SOVIET WORKER, by Joseph Freeman	Ű,
•	TOWARD SOVIET AMERICA, by William Z. Foster\$1.25	Ť
	BILL HAYWOOD'S BOOK, An Autobiography\$2.00	3
	TEN DAYS THAT SHOOK THE WORLD, by John Reed\$1,50	6.
	HISTORY OF THE AMERICAN WORKING CLASS, by Anthony Bimba. \$2.75	
	HISTORY OF THE AMERICAN WORKING CLASS, by Ammony Dimot. 52.75	
	STATE AND REVOLUTION, by V. I. Lenin\$ 30	
	BARRICADES IN BERLIN, by Klaus Neukranz (a novel) \$ .75	
	STORM OVER THE RUHR, by Hans Marchwitza (a novel) \$ .75	
	TALES OF MODERN CHINA, by Oskar Erdberg\$ .35	
	THE CANNERY BOAT, short stories from Japan	
	DAY WITH LENIN, by Maxim Gorky\$ 25	
	VOICES OF REVOLT. The outstanding utterances of famous revolutionary	
	leaders, with introductions and notes. Volumes now ready on	. ~
	Robespierre, Marat, Lassalle, Karl Liebknecht, Bebel, Wilhelm	
	Liebknecht, Lenin, Debs, Ruthenberg. Each volume, bound in	
	boards, Lemm, Deps, Ruthenberg, Each volume, bound in	
	boards 50¢	
	ž.	

The publishers of these books will be glad to send a complete list of titles of interest to workers on request.

#### INTERNATIONAL PUBLISHERS

381 Fourth Avenue

New York

62-83338-45

	Office N	1emorandi	um • uniti		GOVERNME	ENT
	то :	UR. A. H. BELMO	~ ~ YY' **	NHAL DATE:	November 14	, 1958
P	subject:	UR. R. R. ROAC WILLIAM TOMPKIN FORMER ASSISTAN	HEREIN IS UN WHERE SHOWN	CONTAINED CASSIFIED EXCENTIFIED EXCENTER VIEW ISE.	3-1	Tolson Boardman Belmont Mohr Neas Parsons Rosen Tamm Trotter Clayton
	1958, advisi	Reference is mong that Tompkin Agency (CIA)	ns was meeting	with Allena	vember 13, Dulles of Ce	Tele. Rom Holloman Gandy W. C. Yulkarı
On the evening of November 13, 1958, James advised the Liaison Agent on a strictly confidential ba developed the following information. Tompkins called o discuss the appeal of Rudolf Abel which is now before to Court. Tompkins indicated to Dulles that he had been a the Department to assume the responsibility of preparing argument before the Supreme Court. Tompkins advised Du Department fully realizes that there is a good possibil Court will rule against the Government and the Department and in greliminary plans for a new trial. Tompkins stated is a new trial, Reino Hayhanen again will be a witness, wanted to know if he could have legal access to Hayhanext few weeks in order to go over testimony. Dulles that at this time it was not necessary to make any kind concerning Hayhanen and he told Tompkins that they could matter at a future time. Tompkins expects the Court to Abel appeal sometime in February, 1959.						he had to to to te by ternment's the the the if there the tosition ittal
	discussed wi in Hayhanen book concern	Angleton did not the Tompkins, but may be related ing the Abel c	the is of the to another mo	opinion tha	it Tompkins	interest
	ACTION:	None. For you	r information.	NOT NOT	RECORDED	CRIGINAL
	SJP:jlk; (6) 1 - Mr. Belm 1 - Mr. Bran 1 -	DECLASSIFIED DY SP ON 2/1/95 C.A. A nont PER CEA, A sigan SectionFOI/PA#	1 cle/ALD 1886 1846 1887 1846 1887 1846 1887 1846 1887 1846 1846,403	13 13 13 13 13 13 13 13 13 13 13 13 13 1	'' /	66 b7c

no deletions per OGA 9/7/10

88 NOV 24 1958 /

# Office Memorandum . United states government

4	_
IA,	

TO: SMR. A. H. BELMONT

DATE:

April 13, 1959

FROM :

MR. R. R. ROACH

1 - Mr. Belmont

1 - Mr. Roach

I - Mr. Papich

Mohr \_\_\_\_\_\_ Nease \_\_\_\_\_ Parsons \_\_\_\_\_ Rosen \_\_\_\_

Tolson \_ Belmont

SUBJECT:

ALLEN W. DULLES

DIRECTOR. CENTRAL INTELLIGENCE AGENCY

DeLoach McGuller W.C. Sillivan Trotter
V. Strivan \_
Veie. Room \_\_
Holloman \_\_\_
Gandy

You may be interested in the following comments which were volunteered to Agent Papich on 4-13-59 by James Angleton, Central Intelligence Agency (CIA).

As indicated in the press, the condition of John Foster Dulles is very serious. Angleton advised that there is considerable speculation within CIA concerning the possibility that President Eisenhower might appoint Allen Dulles as Secretary of State. Angleton made it very clear that as far as he knew, this was all restricted to speculation within his own Agency. However, he personally knows that Allen Dulles definitive would like to receive such an appointment.

With regard to Allen Dulles' meeting with the President this past week end, Angleton stated that the interview dealt with the international situation and he was quite certain that it had no relationship to the appointment of the CIA Director to the position of Secretary of State.

### ACTION:

None. For your information.

(MSJP:hrt)

A xx

1 W

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 764185 BY ADUBAILMN REG- 44

62-83338-46

4-135

no deletions per OGA letter 9/7/10

20 APR 17 1959

62 APR 22 1959

fice Memorandum • United States Government Mr. A. H. Belmont INFORMATION CONTAINED Tolson HÉREIN, IŞ UNCLASSIFIED FROM: R. R. Roach McGuir Mohr. Parsons Rosen SUBJECT: ALLEN W. DULLES. DIRECTORTamm ALL THROUGHT CHECKLASHED CENTRAL INTELLIGENCE AGENCY HOTERY TERM Tele Room . Holloman \_ Gandy . Reference is made to the enclosed dopy of a Washington City news release dated May 12, 1959, which briefly describes a speech made by Allen Dulles before a group of businessmen at a meeting of the National Defense Executive Reserve. The article indicates that Dulles had been prepared to make some off-the-record remarks when he learned that reporters were present. After consultation with Defense officials, it was announced that Dulles would make off-the-record remarks in the presence of the reporters. His remarks apparently did not include anything that had not already been stated by other Government officials. On May 14, 1959, Assistant to Dulles confidentially furnished the following information to C Agent Papich. per CIA ladvised that Dulles usually makes his speech from a prepared text. In the above-described instance he did not have such a text and talked from notes. | implied that some confusion resulted when Dulles learned reporters were present but no damage was done because Dulles actually did not get involved in any sensitive material. Dulles has made speeches on ahinfrequent basis ever since he became director of CIA in 1953. Very interestingly, in the past year he measurably has increased the number of speeches before various groups throughout the country. The reason for this is not specifically known but CIA officials have remarked to the Liaison Agent that in some instances Dulles has made the talks at the request of the State Department, and more specifically, from his brother, John Foster Dulles. Comment has also been made to the Liaison Agent that Dulles has expanded all his public Classified X SJP:sal (6) Weclassie ? 1 - Mr. Belmont REC- 95 1 - Mr. DeLoach 1 - Mr. W. C. Sullivan 10 5 6 8 W 10 3 15 1 - Liaison Section 1 - Mr. Papich

Lagre V

nt CCTOR

Memorandum Roach to Belmont RE: ALLEN W. DULLES, DIRECTOR CIA

addresses in order to build prestige for himself and his agency in anticipation of possible opposition which might be encountered by CIA from a new Administration in 1961. In this connection, you may be interested to know that Dulles allegedly has a very strong ambition to continue as Director of CIA until the new building is officially inaugurated. Dulles wants to be Director of the agency when that takes place. The building very likely will not be ready for occupancy until the middle of 1961.

#### ACTION:

None. For your information.

080 / apple

b6 b7C

ALLEN DULLES, DIRECTOR OF THE CIA SAID TODAY THE UNITED STATES

ALLEN W. DULLES, DIRECTOR OF THE CIA SAID TODAY THE UNITED STATES

BELIEVES RUSSIA DOES NOT INTEND TO START A GENERAL WAR.

HE SAID U.S. OFFICIALS BELIEVE THE SOVIET UNION, RED CHINA AND

RUSSIA'S EUROPEAN SATELLITES WILL AVOID ANY SITUATION WHICH

COULD PRECIPITATE AN ALL OUT WAR.

DULLES SPOKE TO 750 BUSINESSMEN AT A MEETING OF THE NATIONAL

DEFENSE EXECUTIVE RESERVE SPONSORED BY THE COMMERCE DEPARTMENT'S

BUSINESS AND DEFENSE SERVICES ADMINISTRATION.

THE RESERVE IS COMPOSED OF EXECUTIVES WHO WOULD WORK FOR THE

GOVERNMENT IN CASE OF WAR OR OTHER NATIONAL EMERGENCY.

DULLES ABRUPTLY SWITCHED TO AN OFF-THE-RECORD REMARKS IN THE

MIDDLE OF HIS SPEECH. HE DID SO AFTER ASKING OFFICIALS IF THE

CONFERENCE WAS OPEN TO REPORTERS.

A NEWSMAN TOLD DULLES THAT REPORTERS WERE PRESENT UNDER THE

IMPRESSION THAT HE WAS SPEAKING ON THE REGORD.

AFTER AN IMPROMPTU CONSULTATION WITH CONFERENCE OFFICIALS'.

THE REMAINING 25 MINUTES OF HIS SPEECH, DULLES SAID LITTLE IF

ANYTHING THAT HE OR OTHER GOVERNMENT OFFICIALS HAVE NOT PUBLICLY

STATED BEFORE.

5/12-+N544P

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE TISH SO BY Apubyl Ima

Enclosure to Memorandum Roach to Belmont dated 5/15/59 captioned "ALLEN W. DULLES, DIRECTOR CENTRAL INTELLIGENCE AGENCY"

62-53338-47

- Mr. DeLoach

Baumgardner #

- Mr. Donahoe
- Foreign Liaison
- Liaison
- Mr. Papich

DATE 7/34 SSWITIALS IN

CHAPTER OF THE PROPERTY OF THE

Classified by 366 by Imw Declassify on: 040R - 1001

7-27-59

¥ .	Office	IVICTION CONCOUNT • UNITED STATES GOVERNME	NT
<i>⊅</i> .	33		b6
	TO.	100 A II DEFICORE	b7C
	TO :	MR. A. H. BELMONT  FOLLOWING THE THE STATE OF THE STATE O	10/0
		CLASS FIED BY S R/2 ALM EHL	Tolson A VIII
r. 1	FROM :	DECLASSIFY ON: 25X	DeLoach
Jen'			McGuire Mohr
į.		6/a1/99	Parsons
	SUBJECT:	ALLEN DULLES, DIRECTOR	Rosen
		CENTRAL INTELLIGENCE AGENCY ALL INFORMATION CONTAINED	Trotter
		HEREIN IS UNO ASSIFIED EXCEPT	W.C. Sullivan Tele. Room
		where shown prierwise.	Holloman
8		On 7-25-59 Allen Dulles personally asked Agent Papich	Mit o
N 19		reau would be kind enough to transmit a message for him	
		Munoz Marin of Puerto Rico. Dulles advised that he had	
10 30	invited t	o speak on 8-4-59 before the Governor's Conference. Th	is is
37 19	an annual	l conference held by Governors of all states, and will l	ast for
3 3	approxima	itely 4 days beginning 8-3-59. Dulles stated he had not	been
Henfl on 34	apre to c	confirm his attendance due to several pressing problems, exious to get a message to Governor Munoz. Dulles expla	and he
	to read and	strous to get a message to Governor Munoz. Dulles expla	inea
09 3	o chia callo	ortunately his Agency has no means of fast and secure	***
502	Commencia	ution with Puerto Rico, and that he is very hesitant to all facilities since he wants to avoid publicity. He com	use
מ וטיב	that in n	view of the tense Caribbean political situation, advance	men veu
POR	citu conc	perning his visit could be misinternated by the press	Dull 100
は日日	stated he	erning his visit could be misinterpreted by the press.  would be most greatful if the Bureau could pass the me	22002
E TO	on to Gov	pefnor Munoz and at the same time ask the Governor to wi	thhold
	any publi	city concerning Dulles' trip.	
DECTA S			
B & X	٣	Dulles volunteered that his speech would pertain to th	e
` ,	internati	ional situation as it might relate to the civil defense	<b>problems</b>
	of the Go	overnors. He will speak in general terms and will not to ified information. He also plans to have a personal me	ouch on
	any class	iffled information. He also plans to have a personal me	eting .
	with Gove	rnor Munoz, the objective of which is to obtain the Gov	ernor's
	Diews and	l observations concerning the Caribbean political situat	ton.
	DULLES CO	onsiders Governor Munoz an astute politician whose comme of value. Dulles also indicated that he would endeavor	
		by call on our Agent in Charge. San Juan.	to pay
	G 00137 500	19 Cult. Oth Cit. Edgesso, ass. Other 602 Pides 6 rides 4	1 de la como
		Central Intelligence Agency (CIA) sent a teletype dated	
X .	7=25=59 t	to the Bureau regarding Dulles! visit to Puerto Rico, as	kina
	that a me	essage be passed on to Governor Munoz. This teletype wa	s pre=
	pared-by	one of Dulles' subordinates who had not been aware of t	he CIA
	Director'	's conversation with the Liaison Agent. On 7-27-59 the	Liaison
	Agent was	s informed by Mrs. Jane Roman, CIA, that the teletype co	uld be
	disregard	led and the Bureau instead act on the basis of the conve	rsation
	between D	Julies and the Liaison Agent (34) (3) (4) 62 _ 83338 -	U.
	GTD/	S-INCIA TEU 56	14
	SJP/nmn, M	FOI/PA # 340,403 - 140 DUL 29 1959	
	(8)	1011A# 1011A	
	1 = Mr. B $1 = Mr. D$	DeLoach CIVIL ACT. #	
	- MI D	/ Larvague 11/1 / 1	

Memorandum for Mr. Belmont
Re: ALLEN DULLES, DIRECTOR
CENTRAL INTELLIGENCE AGENCY

#### ACTION:

Heretofore we have not received requests of this type from CIA, and we have always been most careful not to be doing leg work for that Agency. However, since this is a personal request from Allen Dulles, who has been most cooperative with the Bureau, it is believed that in view of the emergency circumstances described above, it would be advisable to transmit the message to Governor Munoz via our San Juan office.

There is enclosed herewith a radiogram to San Juan instructing the SAC to inform Governor Munoz that Dulles will be arriving San Juan 8-1-59 for speaking engagement scheduled for 8-4-59. Munoz will be informed that Dulles has asked that the Governor not issue any press release concerning Dulles' trip and speech.

SAC is being told that Dulles may pay courtesy call at his office. If so, SAC should extend usual courtesies and not get involved in discussions of a policy nature.

W.

Bushes God for

1-0rta I**-**Yellow l-Mr. Belmont l-Mr. DeLoach cong 1-Mr. Baumgardner leur. Donahoe l-Liaison 1-Papich . JURGENT

RADIOGRAU

TO SAC SAN JUAN

FROM DIRECTOR FBI

ALLEN DULLES, DIRECTOR, CIA. INFORM GOVERNOR MUNOZ THAT DULLES ARRIVING SAN JUAN AUGUST ONE FOR SPEAKING ENGAGEDENT SCHEDULED FOR AUGUST FOUR; GOVERNOR'S CONFERENCE. ADVISE GOVERNOR DULLES ASKS THAT NO PRESS RELEASE BE MADE CONCERNING HIS TRIP AND SPEECH. . FOR YOUR INFORMATION: YOUR OFFICE HANDLING THIS BECAUSE CIA LACKS APPROPRIATE DULLES TO SPEAK CONCERNING INTERNATIONAL COMMUNICATION FACILITIES. SITUATION AS IT MIGHT RELATE TO CIVIL DEFENSE PROBLEMS OF GOVERNORS. DULLES PLANS TO HAVE PERSONAL MEETING WITH MUNOZ TO DISCUSS CARIBBEAN POLITICAL SITUATION. HE ALSO MAY PAY COURTESY CALL TO YOUR OFFICE. DO NOT GET INVOLVED DISCUSSIONS POLICY EXTEND USUAL COURTESIES. 280002 NATURE.

1 - Foreign Liaison (detached)

(9)

Relmont DeLòach McGuire. Mohr

APPROVED B站

TYPED BY

ENG:

ENCLOSURE TO MEMO FROHBOSE TO BELLONT 7-27-59, REE MALLEN DULLES, ALL INFORMATION CONTAINED

DIRECTOR

FEDERAL EUREAU OF INVESTIGATION 71 U. S. DEPARTMENT OF JUSTICE

MRYMPANOUS PENO deletions per OGA 9/7/10

.C. Sullivan ele. Room

C.I.A. Release Mr. Tolson
Mr. Belmont
Mr. DeLoach
Mr. McGuire
Mr. Mohr
Mr. Parsons
Mr. Rosen
Mr. Tamm
Mr. Trotter
Mr. W.C.Sullivan
Tele. Room
Mr. Holloman
Miss Gåndy

RR ESV

DE ESC 11

R 2516502

GR86.

TO: DIRECTOR FBI

FM: DIRECTOR CIA

SECRET

OUT 79295

ON 5/28/00

PER OGA LEVIEW ON 5/24/07

PER OGA LEVIEW ON 5/24/07

POL # 364904

ALL FBI INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATE 6/21/29 BY SP2 ALM | EHC

Politic gmt

PLEASE TRANSMIT THE FOLLOWING MESSAGE TO YOUR OFFICE IN PUERTO RICO:

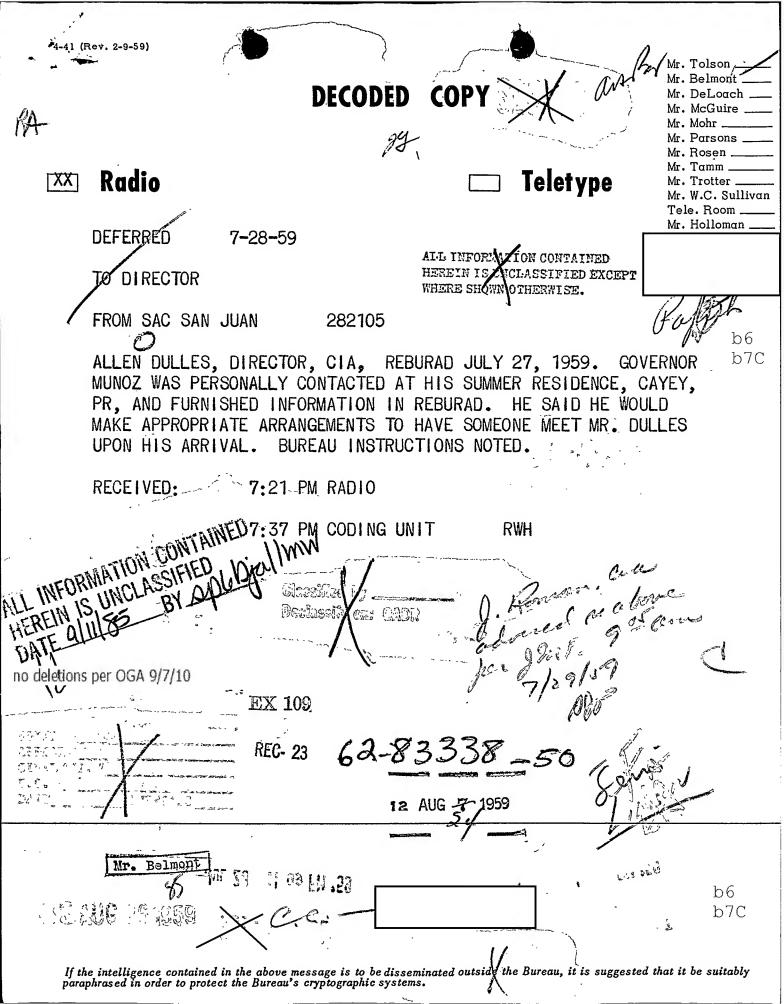
1. MR. ALLEN DULLES ARRIVING SAN JUAN BY EAL 801 ON 1 AUG TO ÂTTEND GOVERNORS' CONFERENCE. WOULD LIKE TO MEET BURÊAU REPRESENTATIVES AND WOULD APPRECIATE THEIR TELLING GOVERNOR MUNOZ. WILL WELCOME OPPORTUNITY TO MEET WITH GOVERNOR AND DISCUSS PROBLEMS WITH HIME DESIRES NO PUBLICITY UNLESS RELEASED BY HIM.

2. NOTIFY MR. WILLARD GALBRAITH OF ABOVE.

TOT: 125/1956 M

TOR: 25/1926Z

7-27-57 11 30



C. I. A

Tolson. Mr. Belmont Mr. DeLoach. Mr. McGuire\_ Mr. Mohr\_ Mr. Parsons.... Mr. Rosen Mr. Tamm.... Mr. Trotter Mr. W.C.Sullivan Tele. Room. Mr. Holloman Miss Gandy-

RR ESV .

DE ESC 13

R 292Ø317

GR56

TO: DIRECTOR FBI

FM: DIRECTOR CIA

SECRET

OUT NUMBER 80537

OUT NUMBER 79295 REF:

FUI# 346904

HEREIN IS UNCLASSIFIED

b6 Per FBI b7C

5-128100 PER OGA REVIEW ON 5/24/00 per OGA review 9/7/10

PLEASE CHANGE ARRIVAL OF MR. ALLEN DULLES TO READ "ARRIVING SAN JUAN BY EAL 2801 ON 1 AUG LEAVING NEW YORK AT 1215 HOURS; ARRIVE SAN JUAN AT 1650 HOURS." EX 109 - REC- 23 - 6-

NOTIFY MR. WILLARD GALBRAITH OF ABOVE

29/2313Z

TOR:

Radiogram to San Juan yja/nom

ce. Tapech

cc. Par Ouk

12 AUG 24 1959

## Office Memorendum • United Stars Government

TO : Director, FBI

DATE: 8/6/59

FROM:

SAC, San Juan (66-565)

ATTN: Liaison Section

subject:

ALLEN DULLES DIRECTOR, CIA

Reburads 7/27/59 and 7/30/59 concerning the arrival of DULLES in Puerto Rico.

I personally met Mr. DULLES on his arrival in Puerto Rico on 8/1/59 at 4:50 p.m. I remained with him until such time as his plane departed for the Dorado Beach Hotel where he was staying. He departed for Washington, D.C. on Tuesday, 8/4/59. During the time he was here I saw him on several occasions and extended the usual courtesies to him. He expressed appreciation for the Bureau's interest on his behalf.

2 Bureau 1 - San Juan

JFS:mls
(3)

ALL INFURMATION CONTAINED
HEREIN IS LINCLASSIFIED
DATE 911185 BY APLICATION

The second second

b6 b7C

38AC 271954

10Mr. Belmont l-Mr. DeLoach 7-30-59 338 - copy 1-Mr. Baumgardner 1-Liaison 1=Papich URGENT ADIOGRAM ALL INFORMATACH CONTAINED HEREIN IS UNCHASSIFIED EXCEPT TO SAC SAN JUAN WHERE SHOWN OF NERWISE. FROM DIRECTOR FBI ALTEN DULLES. DIRECTOR. CIA. REBURAD JULY TWENTY-SEVEN. ADVISE GOVERNOR MUNOZ DULLES DEPARTING NEW YORK AUGUST ONE A TWELVE EIGHT NAUGHT ONE, ARRIVING SAN JUAN FOUR FIFTEEN P.M., EAL TWO FIFTY P.M. NOTE CHANGE FLIGHT NUMBER. ALSO ADVISE WILLARD GALBRAITH, CIA. DECLASSIFIED BY SP 2 ACAL PER OGA REVIEW ON 1 - Foreign Liaison (detached) per OGA 9/7/10 Classified by SJP/nmn Declassify 6A: OADR Dulles scheduled to make speech at Governors! Conference. San Juan, 8-4-59. CIA does not have radio communication with San Juan and Dulles asked on 7-25-59 if we would send message to Governor Number through our office. San Juan was instructed to do so by radiogram dated 7-27-59. On 7-29-59 CIA advised that flight number of plane has been changed and instant radiogram therefore being sent to San Juan. F366894 HASSIFIEX BY ST 3 FOI/PA# DECLASSIFY ON: APPEAL # NR. ~ CIVIL ACT. # Tolson APPROVED BY 4/3. P3. MA ee 11 Belmont JUL 3 () 1959 DeLoach , FEDERAL DUREAU OF INVESTIGATION McGuire TYPED BY Mohr U. S. . CPARTMENT OF JUSTICE Parsons COMA MICATIONS SECTION Rosen . 2:14PM-NH Tamm. Trotter . W.C. Sullivan Tele. Room Holloman \_ MAIL ROOM TELETYPE UNIT Gandy .

W. C. Fullware

CIA Chief Speaks

Allen W. Dulles, CIA chief, speaking:

The evidence is overwhelming that the Soviets intend to use nuclear blackmail as a major weapon to promote their jobiet was — namely to spread communism throughout the world.

They showed this intent at the time of the Suez crisis when they threatened England and France with ballistic attacks. They would these tactice again chiefly against Turkey at the time of used these tactics again, chiefly against Turkey, at the time of

these tactics again chiefly against Turkey, at the time of the Middle East crisis about a year ago.

They will use the same threat against this country.

If due either to any weakening of our defenses — and all forms of protection against nuclear attack are important elements of our defense — or due to any failure to maintain our retaliator, striking power, we render ourselves susceptible to such nuclear blackmail, the security of this country and of the Free Wold would be gravely compromised.

Thave no reason to believe that we will fail to meet this challenge.

challenge.

TOMAGE MA

gilli 13

149 AUG 21 1959

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED BY OPL BJAILMW

De AUG 24 1959

El Mundo San Juan, P.R. 8/6/59 Page 36, Col. 1-2 ALLEN DULLES DIRECTOR, CIA SJ 66-565

b6

J 12 W

b7C

fine to his





WASHINGTON 25, D. C.

OFFICE OF THE DIRECTOR

Mr. Tolson. Mr. Belmont Mr. DeLeach. Mr. N. Guire. Mr. Mohr \_ Mr. Par ns Mr. R sen Mr. Taben Mr. T.

August 5, 1959

b6 Per FBI

b7C

Miss Gandy.

Mr. W. Sullivan Tele. Room. Mr. Holloman.

The Honorable J. Edgar Hoover Director, Federal Bureau of Investigation Department of Justice Washington 25, D. C.

Dear Edgar:

I have just returned from a brief visit to San Juan, Puerto Rico, in connection with a talk I made to the Governors' Conference, which assembled there.

During my visit your representative there, Mr. Joseph F. Santoiana, was most helpful to me on several occasions, and I want to express to you, and through you, to him, my appreciation of these courtesies.

For \$366904

ALL FBI INFORMATION CONTAINED

no deletions per OGA 9/7/10

thfully yours,

20 SEP 1 1959;

62 SEP 3 1959 101

### Office Memorandum. UNITED STATES GOVERNMENT

	Jjiii		ATTES SIMILES	OOVERNIE	11 A T
	то :	MR. A. H. BELMONT	<b>U</b> DATE:	:11-2-59	
D <sup>A</sup>	FROM :  SUBJECT:	ALLEN DULLES DIRECTOR, CENTRAL INT	b6 b7C <b>ELLIGENCE AGENCY</b>	W 3-	Tolson DeLoode McGuire Mohr Parsons Rosen Tamm Trotter W.C. Sul Tele. Rd Holloman
	may be pre or four mo publicity is to take was that l before rec this done	For your information, atral Intelligence Agence paring to leave the Agence on this. Apparently these was given to the corner explace at CIA's new builles wanted this particulty cold weather set in before the spring becauthat time.	ry (CIA) that Alle ncy within the no rumors originate estone laying cere lding on 11-3-59 cular ceremony to and furthermore	en Dulles ext three ed after emony which . One report aken care of e wanted	Gandy
	have advisor stated the that he we commented	This has been only r such as James Angleton sed that there is no bas at Dulles has not made a ould be resigning from h that if Dulles has such lging his secrets to any	and Colonel Shef, is for the reporting statement indicates position. Angulars, he certain	field Edwards ts. They icating gleton inly has not	W

None. For your information.

1161.16 12.18

Mr. Belmont

Liaison

Mr. Papich

REC- 10

ALL INFORMATION CONTAINED, HEREIN IS UNCLASSIFIED.

58 NOV 12 1959

no deletions per OGA 9/7/10

DeLock McGuire Mohr . Parsons . Rosen . Tamm Trotter W.C. Sullivan \_ Tele. Room \_ Holloman \_ Gandy \_

5 1959



mys

MEK Beland Mr. DeLog Mr. McGuh Mr. Moha Mr. Parsons Mr. Rosen. Mr. Tamm. Mr. Mr. McGuffivan Tele. Room. Mr. Holloman.

Miss Gandy.

## HARVEY:

## American Spies Ineffective

something of a charmer. One public affairs visiting or that would expose our hand

rather a cloak-and-dagger in each other's hair. Harold Stassen, well meaning If you want to know on but ineffectual.

Agency is twice as big as our lution, for example, there is

of your tax dollars with little man to determine which side or no supervision.

There is little accurate in litless funds may be aiding. formation available even to But the testimony of for the members of Congress who leign service officers, retired

inclined to extravagance in of his organization's activities spite of the most careful seem to have been blunder-watchdog scrutiny by Con ling affairs and most, if not gress and the public Imagine all of them, seem to have rethe phenomenal waste that sulted to the disadvantage of may be "cloaked" behind the the United States. Sometimes "secret" label where no con-in failure of disastrous progressional eye is allowed to portions.

Harry Howe Ransom's recent book, "Central Intelli-gence and National Security," présents a frightening picture of this self-policing organiza-

Socially, Allen Dulles is Perceptive students of Since nobody wants a row something of a charmer. One public affairs visiting or that would expose our hand gets the impression that he working overseas often get in vital areas of intelligence, would like to be remembered the impression that C.I.A. perhaps the only answer is by history but probably will agents, and the intelligence for Congress to designate and operatives of other government agencies, are operating for congress to designate and authorize a committee of such ment agencies, are operating proved Americans as Dougles flung network of American in unco-ordinated fashion in spies (Central Intelligence every dark alley, behind every bush and apparently often the spies.

which side your money is be-The Central Intelligence ing spent in the Cuban revoentire State Department! no way for you to find out.
It spends tremendous sums No way for your congress American spies and their lim-

must vote gigantic appropriate before the Senate foreign retions for this purpose. lations committee, leaves the Government "bureaus" are distinct impression that most

NOT RECORDED 149 SEF 17 1956

THE HOUSTON CHRONICLE 9/4/59 Houston, Texas HOUSTON DIVISION

\*, ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 7/24/85 BY SPU DJa/MW





REGISTERED

Date:

From:

September 29, 1959

To:

Director, FBI

Legat, Ottawa (80-10)

(A) ALL INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN OTHERWISE.

Subject:

RELATIONS WITH THE CENTRAL

INTELLIGENCE AGENCY (CIA)
(Porposed Visit of Allen Dulles to Canada 10/2 - 9/59)

As the Bureau is porbably well aware, Allen Dulles, Director of CIA, is scheduled to arrive in Ottawa, Ontario, Canada, on Friday, 10-2-59, and following a dinner with various Canadian officials on Friday night, will leave on Saturday morning accompanied by U. S. Ambassador Wigglesworth and a party of approximately thirteen, and will fly to

Greenland, the various Distant Early Warning Line (DEW Line) posts and will also fly over the North Pole. The pescheduled to return to Ottawa on or about 10-9-59. The party is

This office anticipates no contact with Mr. Dulles during his visit.

2 - Bureau 1 - Ottawa

MLI inc

Declassify or

GROGA REVIOU

NOT RECORDED 176 OCT 8 1959

EXEMPTED FROM AUTOMATIC DECLASSIFICATION AUTHORITY DERIVED FROM: AUTOMATIC DECLASSIFICATION GUIDE DATE 06-14-2010

57 OCT 13 1959

(3)



per OGA review 9/7/10

per CIA

b3

OGa document declassified per OGA 5/24/00

per OGA 9/7/10



CENTRAL INTELLIGENCE AGENCY WASHINGTON, D. C.

OFFICE OF THE DIRECTOR

**DEC 1959** 

ا ایل آرا کا

CiA

Honorable J. Edgar Hoover Director, Federal Bureau of Investigation United States Department of Justice Washington 25, D. C.

Dear Edgar:

VIA LIAISON

Thank you very much for your thoughtfulness in sending me the memorandum on "Soviet Russia's and Red China's Reaction to Nikita Khrushchev's Peaceful Coexistence."

I have looked it over with interest and have forwarded it to some of my specialists here on a need-to-know basis for a further study.

With kindest regards.

366904

EX 109

ALL FBI INFORMATION CONTAINED

HEREIN IS UNCLASSIFIED

DATEB/32/99 BYSP & ALM/EHC

ENLIRE DOCUMENT IS Declassified PER OGA REVIEW ON 5/24/00

67 DEC 10 195;

DECLASSIFICATION AUTHORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDE DATE 05-13-2010

Mr. Rosen Mr. Tamm. Mr. Trotte Mr. W.C. Sillivan Tele. Room Mr. Holloman Miss Gandy

Mr. Bel

Mr. Del

Mr. McGuir Mr. Mohr.

Mr. Parsons.

REC-73 Sincerely,62-8333855

II DEC 7 1959

ulles

Director

**REC-73** 

Memorandum to Mr. Belmont Re: ALLEN W. DULLES

"... The threat of mutual nuclear destruction is a nightmare that cannot be dismissed, but even though International Communism expects to gain the world, it does not wish to acquire a world in ashes...." (page 3)

"Despite occasional missile rattling, as at the time of Suez, during the Middle Eastern crisis last year, and more recently in talks with Mr. Harriman and others, we do not estimate that it is the Kremlin's present intention to advance Communism by deliberately provoking war..." (page 5)

"The basic strategy of International Communism, with its primary emphasis on measures short of war, has remained remarkably unchanged over the years. So too have its objectives..." (page 6)

"... To a considerable degree the Kremlin's international objectives are not well understood or necessarily shared even by the Soviet people themselves with whom our tourists and exchange missions come in contact, and with whom as individuals the American people have so much in common..." (page 7)

"Today the Communists, with their progress blocked in Western Europe and to a great extent in the Far East, are concentrating a major effort in the newly emergent states of Asia and of Africa...." (page 10)

"... there is no reason to adopt an attitude of pessimism as we face this particular challenge of International Communism.

"We are far better prepared than is generally believed, to deal with the Communist political and subversive threat.

Memorandum to Mr. Belmont Re: ALLEN W. DULLES

"In the last ten years, after going through far too long a period of naive complacency, this country has been awakened to the danger. We have also learned to understand Communist operating techniques. We know about the orders given in Moscow to leaders of other communist parties. This is not too difficult. The security of these parties as they operate in the Free World varies from medium to poor. We have ways of covering their activities and we get the basic information we need to gauge their strength and tactics. Like too many of the rest of us, they talk too freely for their own good.

"Furthermore, the efficiency of the Communist organization in the less developed areas of the world is itself not well developed. In the post-war days they had in many European countries, as in France and Italy, for example, sophisticated old-line Communists of the Thorez-Togliatti school. Through death and old age this type of leadership is wearing out in Europe, and it will be a long while, if ever, before such leadership could be developed for Asia, Africa, or Latin America.

"In area after area Moscow and Peiping, and their covert spokesmen in their far-flung apparatus, have overreached themselves...." (pages 11 and 12)

"Many of the states in Europe, Asia, Africa, and even in parts of this Hemisphere, which have tended towards neutralism, have markedly changed in their attitude about communism over the last few years. Their former complacent approach to the danger is being replaced by a far greater degree of sophistication. Here some of the initial appeal of communism is wearing off. The uninitiated are becoming initiated...." (page 13)

"Finally, there are signs of change within the Soviet Union itself which over the years might bring about some relaxation of the aggressive expansionist policy of the International Communist movement.

Memorandum to Mr. Belmont Re: ALLEN W. DULLES

"The rigid police state of the days of Stalin has been relaxed...." (page 14)

"While the Soviet government is still a closely regulated autocracy, it is not today quite as free as under Stalin to disregard wholly the desires of the people among which the yearning for peace is foremost. As long as the Soviet people are only permitted to hear, to read and to learn what the Soviet government dictates, progress will be slow. But as long as there is some progress there is hope of gradual evolution. Increasing contact between the American and Russian peoples should contribute to this end...." (page 14)

Apparently aware that he might have left the Seminar members somewhat complacent about the threat of communism, Dulles, in the conclusion of his remarks, stated:

"I would not leave the impression, in concluding, that this listing of favorable trends should in any sense cause us to relax our sense of urgency in taking measures to counter Soviet political, economic and subversive penetration in the Free World.

"Quite the contrary, the moment a tide shows signs of slacking, then is the opportunity to drop holding operations and press the advantage. Since I appreciate there are many "Doubting Thomas' on this score, I can assure you that we are better prepared and better coordinated to deal with this challenge, and are dealing with it more effectively, than many of you realize...." (pages 14 and 15)

### RECOMMENDATION:

For your information.

V.

On My -4-

REMARKS TO THE NATIONAL STRATEGY SFMINAR
THE NATIONAL WAR COLLEGE
By ALLEN W. DULLES
DIRECTOR OF CENTRAL INTELLIGENCE
July 24, 1959 (8:00 p.m., EDST)

I appreciate the opportunity to make the concluding remarks to the National Strategy Seminar for Reserve Officers. From the reports I have had of your meetings, and my intelligence on this is good, I realize that you have broadly covered the various elements of Soviet strategy and tactics, the nature of the Communist threat, the relative military strength of East and West, and the face of war in the nuclear age.

In dealing with analyses of the Soviet threat I find that there is often a tendency to go to extremes. There are experts in this field who tend to magnify all aspects of Soviet power and become prophets of gloom. Others tend to discount Soviet accomplishments and unduly magnify their internal difficulties. This could add up to an unhealthy complacency.

The first class of experts is the larger, though recently we have seen the other extreme in some magazine articles which have attempted to discredit, on what appears to me to be the flimsiest evidence, recognized Soviet accomplishments, particularly in the field of outer space.

Certainly it is more dangerous to underrate than to overrate, though the latter can well be expensive in terms of our budget.

HEREIN IS UNCLASSIFIED BY APUBIAIMAN 5 BY APUB

In these estimates of where we stand in relation to the Soviet, one of the crucial areas where some tend to underrate the Soviets is in the assessments of the relative economic output of the two great power blocs.

True, the gross national product of the United States alone is over twice that of the USSR. If we add to U.S. production that of other countries of the Free World, while adding to Soviet production that of Communist China and the Soviet Satellites, the ratio is still more favorable to us.

But as against this we must recognize that the rate of growth of the Communist Bloc is substantially greater than that of the Free World, and will probably remain so for some time.

Even more important is the extent to which Soviet present production and investment are keyed directly and indirectly to their military power. In fact, Soviet military outlays are now about equal to ours in terms of what they would cost us. Similarly, their annual investment in industry - vital to military power as well as economic growth - is now equal to that of the U.S. To achieve all this from their lower economic base, they have to devote about twice the proportion of their gross national product to military purposes as we do.

Of course, to achieve such goals within their much smaller economy, they are forced to curtail consumers; goods. But by emphasizing guns instead of butter, they have greatly reduced the significance in the terms of the power struggle of the still great gap between their over-all economic strength and ours.

Naturally, Khrushchev would like to have his people believe that the USSR has already achieved a state of military parity, if not superiority. While it is not the role of intelligence to attempt detailed net estimates of our relative military position vis-a-vis the Bloc, we have good evidence on which to reject any such conclusion.

Furthermore, the theory that either of the great nuclear powers could destroy the other, without the attacker himself being devastated, is not, I believe, subscribed to on either side of the Iron Curtain. The threat of mutual nuclear destruction is a night-mare that cannot be dismissed, but even though International Communism expects to gain the world, it does not wish to acquire a world in ashes.

From Soviet statements as well as from other evidence available to us, it seems clear that the USSR is placing more and more reliance on the development of ballistic missiles as its chief instrument of strategic nuclear attack. But the Soviets are not immune to the many difficulties inherent in developing new and untried hardware into reliable weapons systems.

Meanwhile Khrushchev and his military aides have done their best to deprecate the manned bomber, both to their own people and abroad. In fact he has called them "museum pieces." This may be, in part, to quiet the fears of their people and to bolster their assertions of superiority in one key military field.

Last May, Khrushchev told a delegation of West German Social Democratic editors that, though the NATO countries really possessed a large air force, it was, he said, technically outdated and it could be shot down by ordinary anti-aircraft artillery, and even by ordinary fighters.

"Why then," said Khrushchev, "do the Western military leaders base themselves on bomber aviation and talk a lot about it? Because their rocket technology is still weak" . . . "Therefore it appears that talk about a large number of bombers is being indulged in for purposes of deceit."

From Khrushchev's viewpoint this is undoubtedly good propaganda if he can make it stick, since the USSR today is in a position of inferiority vis-a-vis the U.S. with regard to manned bombers. The tremendous effort which we see the Soviets putting into advanced radar, ground-to-air missiles, and other defenses against aircraft would seem to belie the deprecatory statements of Khrushchev about them.

Obviously both our military defenses and our ability to retaliate by missile and aircraft should together be kept adequate to meet the threat. Here is where the superior industrial capacity of the Free World and of the U.S. in particular can and must play its role.

In the past when a technical, scientific, or industrial problem, such as that we face today in the missile field, has been put up to the ingenuity of our scientists and production experts, we have not long remained in second place. It is certainly incumbent upon us to see to it that we do not fail in this instance.

If we do keep up our military defenses, the most immediate threat to us for the years immediately ahead is not likely to be physical destruction by all-out nuclear war. The danger is rather the slow attrition of the power position of the Free World by a combination of political warfare, and economic penetration and subversion.

Despite occasional missile rattling, as at the time of Suez, during the Middle Eastern crisis last year, and more recently in talks with Mr. Harriman and others, we do not estimate that it is the Kremlin's present intention to advance Communism by deliberately provoking war.

We cannot entirely discount the risk, however, that the Soviets might miscalculate Western strength or the firmness of our intentions, and adopt positions from which it would be hard for them to find an acceptable line of retreat. The Soviets have miscalculated before, as in the 1948 Berlin blockade and in Korea. We can hope that Khrushchev, after having castigated Stalin for adventurism in the famous speech of February 1956 will not fall prey to the same temptation at Berlin or elsewhere. Aggression by proxy against the newly emerging and less developed countries may be a tempting but it obviously is a dangerous course.

The basic strategy of International Communism, with its primary emphasis on measures short of war, has remained remarkably unchanged over the years. So too have its objectives.

These were never more bluntly stated than in Khrushchev's ebullient speeches in Poland these last days.

Obviously referring to the phrase attributed to him, "We will bury you," he explained that when he said that Communism would be the graveyard of Capitalism, he did not mean that Communists would take shovels and start digging; "History," he said, "would take care of capitalists." They too, he suggested, would become museum pieces, and added that "If there were a God and he could act, he would take a good broom and sweep you out."

Certainly Khrushchev pictures himself as devoted to the task of helping in this burying and sweeping.

The "we will bury you" theme has been the fanatical tenet and credo of communism, sophisticatedly preached by Lenin, brazenly carried out by Stalin, and more subtly practiced by Khrushchev.

If Soviet policy were restricted to building a better Russia for the Russians, we could not object. To the Kremlin leaders, however, the USSR is merely the base from which Communism is to be expanded to cover the world.

As we are entering a period of greatly increased personal intercourse between the two power blocs, with exhibitions, tourism, cultural exchanges, and the like, it is important not to lose sight of the fundamental nature of this conflict.

This is too often overlooked by the casual visitor to the Soviet Union. To a considerable degree the Kremlin's international objectives are not well understood or necessarily shared even by the Soviet people themselves with whom our tourists and exchange missions come in contact, and with whom as individuals the American people have so much in common.

We should remember that the Soviet Union is a dictatorship, run by the high command of the Communist Party, that the Party itself numbers only about eight million -- about five percent of the adult population of the Soviet Union and only about 13 percent of the number of actual voters in our own last Presidential election.

Furthermore, these eight million party members have no real freedom even in choosing their local party leaders much less the leaders in the Presidium. It is these latter who determine the policies on which the fate of the Soviet people depend, including the policy of the secretly subsidized export of Communism on a world-wide basis.

This policy is an insidious interference in the internal affairs of free countries. If the Communist program were advanced in the international field by open and peaceful means as a form of competition between two great conflicting views of how society and the lives of people should be organized, we could well accept this challenge. Let us compete, let the peoples choose and decide which system is the better. Khrushchev claims he is inviting us to such a competition.

But this is a mirage.

Where behind the Iron Curtain have the peoples themselves had a free opportunity to choose? Certainly not in Czechoslovakia in 1948, or in Hungary in 1956, or in East Germany today. And where in the Free World would Khrushchev give this choice, if our liberties had once been taken away. And if Khrushchev wants an open competition why does he shield the Soviet people from a full exchange of ideas, of information, and of persons? Why the almost pathological concern to hide things from us and from his own people also.

The answer is that Communism, despite its brazen ideological pronouncements, cannot tolerate free competition. Nowhere has a nation fallen under Communist domination and then been allowed to test its choice by resort to free elections.

Instead, peoples are faced with the fait accompli of being taken over before they realize what has happened. In Hungary this was helped on in the immediate postwar days by what I understand has been vividly described to you as the Rakosi "salami" technique -- biting off, bit by bit, elements of freedom until the whole structure was eroded.

In Czechoslovakia the popular front technique succeeded in putting a minority party into power. This illustrates the grave danger of a situation in any state where the Communist party and its allies succeed in gaining even a substantial minority position. Once in power, the voting ends and popular say has no peaceful way of recovering control. In the case of Czechoslovakia the danger point was reached when the Communists gained less than 40 percent of the electorate, with the non-Communist parties, as is so often the case, hopelessly divided.

Today the Communists, with their progress blocked in
Western Europe and to a great extent in the Far East, are concentrating a major effort in the newly emergent states of Asia and of Africa. Here they exploit political weaknesses as well as dynamic nationalism and the surge of rising expectations which are not easy to satisfy.

Their weapons include economic penetration, the development of hard-core Communist parties -- underground or aboveground -- propaganda both open and black, and in the areas around the periphery of the Communist bloc itself, they maintain the overhanging threat of their military power.

Yet there is no reason to adopt an attitude of pessimism as we face this particular challenge of International Communism.

We are far better prepared than is generally believed, to deal with the Communist political and subversive threat.

In the last ten years, after going through far too long a period of naive complacency, this country has been awakened to the danger. We have also learned to understand Communist operating techniques. We know about the orders given in Moscow to leaders of other communist parties. This is not too difficult. The security of these parties as they operate in the Free World varies from medium to poor. We have ways of covering their activities and we get the basic information we need to gauge their strength and tactics. Like too many of the rest of us, they talk too freely for their own good.

Furthermore, the efficiency of the Communist organization in the less developed areas of the world is itself not well developed. In the post-war days they had in many European countries, as in France and Italy, for example, sophisticated old-line Communists of the Thorez-Togliatti school. Through death and old age this type of leadership is wearing out in Europe, and it will be a long while, if ever, before such leadership could be developed for Asia, Africa, or Latin America.

In area after area Moscow and Peiping, and their covert spokesmen in their far-flung apparatus, have overreached themselves. Their true hand has been shown in Hungary, Tibet, Egypt, and in many other countries that could be mentioned. It may be that in their over-eagerness to promote a Communist-dominated Iraq, the Communists have overplayed their hand with the new Iraqi leaders and damaged their position in the Arab world.

Here is an interesting sidelight on Tibet. The agreement of May 23, 1951, between the Peiping government and the local government of Tibet provided that the Chinese Communist army units entering Tibet should not "arbitrarily take a single needle or thread from the people." Eight years later they took the lives of many Tibetans, the liberty of all.

The Communists are fond of saying that the forces of history are on their side. One of the great forces at work today is that of nationalism, particularly in the newly emerging countries of the world. However, not the Communists, with their goal of domination, but the West, with its ingrained respect for self-determination, is coming more and more to be recognized as the ally of the new Afro-Asian nationalism. As anti-colonial feeling subsides in the new states, it is being replaced by growing realization that Sino-Soviet expansionism is a far greater threat to their cherished independence.

Soviet economic aid is beginning to run into the same type of problems we face in our own aid programs, including too many Soviet experts and technicians and here and there shoddy goods. Also the political petticoats of the programs have shown up badly in several instances, notably in Yugoslavia where aid was promptly terminated and half-built projects left to the weather, when Yugoslav policy no longer pleased the Soviet.

Here as in certain other instances the so-called "aid without strings" has been shown up as "strings without aid."

It is significant that little or no publicity is allowed to reach the Russian people themselves about the Kremlin's loans and aid to foreign countries. This leads one to believe that this use of their assets would not go down well with people who are themselves denied so many of the good things of life.

When things don't go as the Soviets want, they tend to lose their temper in public, as most recently in the cancellation of Khrushchev's Scandinavian trip and in the Chinese Communists' retort to India over Tibet.

Many of the states in Europe, Asia, Africa, and even in parts of this Hemisphere, which have tended towards neutralism, have markedly changed in their attitude about communism over the last few years. Their former complacent approach to the danger is being replaced by a far greater degree of sophistication. Here some of the initial appeal of communism is wearing off. The uninitiated are becoming initiated.

Finally, there are signs of change within the Soviet Union itself which over the years might bring about some relaxation of the aggressive expansionist policy of the International Communist movement.

The rigid police state of the days of Stalin has been relaxed. Education is being pressed and while special emphasis is being placed on education in scientific, technical, and engineering fields, which would add to their industrial and military strength, there is nevertheless, a general broadening of the educational base in the Soviet Union.

While the Soviet government is still a closely regulated autocracy, it is not today quite as free as under Stalin to disregard wholly the desires of the people among which the yearning for peace is foremost. As long as the Soviet people are only permitted to hear, to read and to learn what the Soviet government dictates, progress will be slow. But as long as there is some progress there is hope of gradual evolution. Increasing contact between the American and Russian peoples should contribute to this end.

I would not leave the impression, in concluding, that this listing of favorable trends should in any sense cause us to relax our sense of urgency in taking measures to counter Soviet political, economic and subversive penetration in the Free World.

Quite the contrary, the moment a tide shows signs of slacking, then is the opportunity to drop holding operations and press the advantage. Since I appreciate there are many "Doubting Thomas'" on this score, I can assure you that we are better prepared and better coordinated to deal with this challenge, and are dealing with it more effectively, than many of you realize.

But too much talking about plans and practices would only alert the challenger to our counter measures. Hence silence in face of criticism is better than any bragging about past accomplishment, or programs for the future.

One of the key purposes of this reserve officer seminar has been to alert a highly selected group to the nature and implications of the challenge which we face from International Communism. I would like to give my fullest endorsement both to the objective of the seminar and to the manner in which it has been carried out. But the job does not end here tonight. Each of you in turn can help to give the thinking citizens of your communities the benefit of your own impressions. In a free society like ours an informed public opinion is indispensable to give the backing to those men and to those measures that are needed to meet Khrushchev's challenge to us.

Mr. Tolson . Mr. Mohr -Mr. Parsons A Mr. Belmont February 10, 1960 Mr. Fallahan . Mr. DeLoach Mr. Malone . Mr. McGuire MR. MOHR: Mr. Rösen Mr. Tamm FULTON LEWIS, JR. Mr. Trotter/ COLUMN REGARDING Mr. W. C. Suff CENTRAL INTELLIGENCE AGENCY (CIA) Tele Room 2-10-60 Mr. Ingram . Miss Gandy . The Director might be interested in taking a look at Fulton Lewis's attached column for 2-10-60. He really takes off on Allen Dulles, Director of CIA. Lewis hits CIA secrecy very hard. It is a very good column. RESPECTFULLY, C. D. DE LOACH Enclosure CDD: sak (3) 1 - Mr. Jones ALL INFORMATION CONTAINED bjallmw HEREIN IS UNCLASSIFIED

20 FEB 16 1960

EX-132

52FEB 23 1960

(ONLY FOR PAPERS PURCHASING LEWIS COLUMN. OTHERS MUST NOT USE.) .

(CAUTION: ADVANCE LEWIS COLUMN FOR RELEASE WEDNESDAY, FEBRUARY 10,

A.M. AND P.M. PAPERS. MUST NOT BE PUBLISHED BEFORE THAT DATE.)

### WASHINGTON REPORT

BY FULTON LEWIS, JR.

COPYRIGHT, 1960, KING FEATURES SYNDICATE, INC.

WASHINGTON, FEB. 9-Allen Dulles, Central Intelligence Agency director, is spending much of his time on Capitol Hill these days testifying in secret and open sessions about Russian affairs.

In recent months the C.I.A. chief has briefed Congress on the Soviet economy, the progress of the Red missile program, and overall Russian military capabilities.

As the guardian of America's "intelligence" secrets, Dulles speaks with an authority that few dare to challenge. His organization is shrouded in secrecy, invulnerable to Congressional scrutiny. Yet despite those barriers to knowledge, one thing is evident: The Central Intelligence Agency as by no means omnipotent, its half-billion dollar a year budget guarantees no truth. The C:I.A., for example, was totally unaware of the approaching Hungarian Revolution, of the all-important events in Lebanon and Iraq two years ago.

Congressional leaders are stymied when they try to delve into C.T.A. activities; little information, therefore, can come from them. The most voluminous source material is probably Harry Rowe Ransom, who wrote the semi-official, friendly story of the C.I.A., "Central Intelligence and National Security," in 1958.

Ransom quickly dispels the romantic notion that C.I.A.'s sources are furtive agents dashing over borders and through curtains of iron and bamboo with top-secret information. The major sources of C.I.A.'s "intelligence," instead, are "the college graduate or Ph.D. sitting at their desk creating a mosaic from multi-colored data gathered from around the globe, most likely from non-secret sources."

(MORE)

BY FULTON LEWIS, JR.

XX sources."

These "agents" spend their working hours wading through public information--radio broadcasts, military journals, newspapers and periodicals--that the Communists have made available to us. Dulles himself admits that "getting good information from behind the Iron Curtain is the toughest job intelligence has ever faced. American pipelines to the Kremlin are scarce, if they exist at all."

Ransom, rationalizing for Dulles, says: "It would obviously be a waste of effort and money--and possibly of human life--to attempt to procure information from behind the Iron Curtain which might be available otherwise from a translation of Pravda, or from monitoring a Russian radio broadcast."

There seems to be little realization that the Communists can easily plant false information to mislead the intelligence people themselves.

This is but one reason for the severe criticism that followed Dulles's recent testimony on Soviet economic growth, His official viewpoint was that the Russian economy is growing at a much greater rate than ours, and that the Reds are rapidly approaching the U.S. in economic output. His source: the official Red figures released to the West, not clandestine agents roaming behind the Iron Curtain.

Knowledgeable students of the Soviet economy, such as G. Warren Nutter and Colin Clark, later reviewed those statistics and found them to be grossly exaggerated. They declared the real industrial output gain to be a fourth of what the Kremlin claimed. Nutter put the Soviet economy at a state of development comparable to the U.S. economy in 1914.

All this makes Dulles's analysis of Red military power seem less authoritative than some would have us believe. It lends credence to the contention of Rep. George McMahon, chairman of a House Subcommittee on Military Appropriations, that the intelligence people are "unable to give Congress any estimate as to what Russia has in the way of weapons...intelligence representatives answer questions as long as we ask them, but they still don't have the facts with respect to the power of our opponent."

Tomorrow we shall examine a case history of U.S. intelligence, the air force "crisis" of 1956. Its lesson for today is great.

**REC-77** 

PERSONAL

62-83338-

Mr. Harvey G. Foster Federal Bureau of Investigation New York, New York

Dear Foster:

I have received your letter of May 2, 1960, and appreciate your thoughtfulness in bringing to my attention the remarks made by Allen W. Dulles. I hope you will continue to keep me informed of matters of this nature in your Division.

#### Sincerely,

MAILED 27 MAY 10 1960 COMM-FBI

J. Edgar Hoover ALL INFORMATION CONTAINED

 $\Box$ 

- 1 Sam Papich Enclosure
- 1 Personnel File ôf SA Sam Papich Enclosure

NOTE: SA Papich mentioned in SAC Foster's letter EOD 3-10.

is assigned to Domestic Intelligence in GS-15.

Mohr Parsons Belmont Callahan DeLoach Malone McGuire . Rosen . Tamm W.C. Sullivan . Tele. Room .

AFH:elw/mhd



File No.

#### UNITED STATES DEPARTMENT OF JUSTICE

. FEDERAL BUREAU OF INVESTIGATION

New York, N. Y.

May 2, 1960

Mr. Mohr Mr. Persons Mr. Parsons Mr. Callahan Mr. Callahan Mr. Mabne Mr. Mabne Mr. McGuire

Mr. Tolson

Mr. Rosen\_\_\_\_ Mr. Tamm\_\_\_ Mr. Trotter\_\_

Mr. W.C.Sullivan
Tele. Room......
Mr. Ingram.....
Miss Gandy.....

Mr. J. Edgar Hoover Director Federal Bureau of Investigation Washington, D. C.

Dear Mr. Hoover:

I attended the Communion Breakfast of the New York City Police Department St. George Association at the Waldorf yesterday. The Association's Golden Rule Award was presented to Allen W. Dulles of CIA. There are two things I thought you would be interested in knowing - first:

During his speech, Mr. Dulles paid tribute to you and to the organization led by you, for your most effective combatting of Communism in this country.

Secondly, during a conversation with Mr. Dulles, he commented about Special Agent Sam Papich as being an outstanding liaison officer. He advised that he has found him to be a "tough", hard man whose word is his bond, and who is respected and trusted by himself, Mr. Dulles, and his staff.

ALL INFORMATION CONTAINED

Sincerely,

H. G. FOSTER Special Agent in Charge.

HGF: MT

FG. 17 62 - 83338 =

7

7 MAY 12 1960

My HEHILM ON THE BOOK TO BE

UNITED STATES GOVERNMENT

# Memorandum

то

MR. BELMONE (17)

DATE: 6-3-60

FROM

R. O. L'ALLIER

ALL INFORMATION CONTAINED

HEREIN, IS UNCLASSIFIED

BY <u>ADL bjallm</u>

Tolson Mohr \_\_

Parsons .
Belmont .
Callahan

DeLoach
Malone \_
McGuire .
Rosen \_

Tamm

Trot er W.C. Sillivan Tele Room

Ingram

SUBJECT:

ALLEN W. DULLES

DIRECTOR, CENTRAL INTELLIGENCE AGENCY

You may be interested in the following observations which were volunteered to Agent Papich on 6-2-60 by Dulles.

Dulles referred to his recent appearance before congressional committees relative to the U-2 incident. He commented that he actually had not been treated roughly, but was asked many sensitive questions which were difficult to answer because he did not wish to reveal vital intelligence information. He stated that Senator Gore of Tennessee, was by far the most capable interrogator. He described Gore as one who asked very intelligent and penetrating questions.

Dulles is of the belief that the Democratic critics of the Administration will not be picking on him any more. In his opinion the Democrats feel that there is nothing to be gained politically by hitting the CIA Director. He is certain that the Democrats will continue using the U-2 incident and the Summit failure during the election campaign. He stated that it was "tragic" that the President would continue being a target of the Democrats in connection with the U-2 matter.

Dulles was not specific, but did leave the impression with the Liaison Agent that he might be concerned over allegations that he let the President down when he appeared before the congressional committees. He emphatically stated that although the President had made the final decision (apparently concerning the last U-2 flight) he told the Congressmen that he personally would have made the same decision.

Dulles commented that from a propaganda standpoint Khrushchev is continually gaining advantages being made available as a result of this being an election year. He referred to the letter which Democratic

SJP/nmn (5)

REC- 14

62-83338

2 40N 8 1960 |

1 - Mr. Parsons 1 - Mr. Belmont

1 - Liaison

1 - Mr. Papich

52 JUN 13 1980

Memorandum for Mr. Belmont

ALLEN W. DULLES

DIRECTOR. CENTRAL INTELLIGENCE AGENCY

1eaders Adlai Stevenson, Lyndon B. Johnson, Sam Rayburn, and William Fulbright had sent to Khrushchev asking him to prevent the collapse of the Summit Conference. This letter was sent shortly prior to the time when the Conference was to convene. Dulles. explained that Khrushchev has now answered this letter, which will be publicized throughout the world. It has given him an excellent opportunity to expound his views in typical Soviet fashion. In Dulles' opinion, the Democrats made a mistake when they sent the letter. He commented that there was much to be done by the U.S. to combat Khrushchev's propaganda, but unfortunately, "Nobody knows how to play." By this he implied that there was not the leadership, organization and unity to effectively combat Khrushchev's tactics.

Dulles is making available a copy of the statement which he made before the Senate committee. He stated that if the Bureau was interested in reviewing the complete text of his testimony, which apparently would include questions and answers, he would permit the Liaison Agent to review the material.

#### ACTION:

For your information.

UNITED STATES GOVE MENT

# ${\it 1emorandum}$

Mr. Belmont

6-30-60 DATE:

• -	Belmont
	Callahan
OA	DeLoach
M.	DeLoach Majone
	McGuire
	Rosen
	Tamm
	Trotter
	W.C. Sullivan **
	Tele. Room

FROM : R. O. L'Allier WM

**(3)** SUBJECT: ALLEN W. DULLES

DIRECTOR, CENTRAL INTELLIGENCE AGENC

As you know, Dulles has been in Europe for the past three weeks and for your information he is scheduled to return July 5, 1960. The Liaison Agent also has been informed that Dulles will again leave the country either in August or in the fall of this year. He is scheduled to make a trip to Africa where he will make \* stops in practically every country.

The Agent was told that Dulles prefers to be outside of the United States during most of the election campaign. Central Intelligence Agency officials take the position that by being outside of the country Dulles can maintain a nonpartisan position in the political picture.

#### ACTION:

None, for information.

SP:bas (5)

1 - Mr. Parsons 1 - Mr. Belmont

1 - Liaison

1 - Mr. Papich

EX 100

**REC-73** 

.18 JUL 6 1960

ALL INFORMATION CONTAINED

	Tolson	ı
¥	UNITED STATES GOVERNMENT  Mohr Parsons	_
•	Memorandum 1 Dur Collaboration	1
	Memorandum  Our Della De	1
57	FROM: R. O. L'Allier	
~* <i>J</i>	SUBJECT: ALLEN W. DULLES DIRECTOR, CENTRAL INTELLIGENCE AGENCY	
	Reference is made to the enclosed article which appeared in the "American Weekly" section of the Washington Post, Sunday, July 3, 1960, authored by K. S. Giniger. The article is a favorable account of Dulles" activities in the intelligence field. All of the information has been previously printed before and is well known to us. Giniger indicates that Central Intelligence Agency's (CIA) annual budget amounts to \$350,000,000 and the Agency employs as many as 16,000 people. Very interestingly, it is believed that these figures are close to being fairly accurate. Brief reference as made to Dulles' employment in the State Department many years	
	go and his well-known connection with Office of Strategic Services.	A
<b>! !</b> [	ndicate that as of 1958   New York, New York. By etter dated July 23, 1958, transmitted to the Director a copy of a specially bound edition of "The Catholic Bible in the t. Perers' edition." Receipt of the book was appropriately cknowledged by letter dated August 7, 1958.	
	Our files further indicate that in the past eportedly was an associate of former member of the communist Party and for the past several years connected with the lew York Post. In 1952 we received information indicating that and a third unknown person spent some time in the Statler Hotel, Washington, D. C., with three "trollops."	
	P: bas fus  - Mr. Parsons - Mr. Belmont - Liaison - Mr. Papich  ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 7/94/85 BY APUBELLIAND PARTE 7/94/85 BY APUBELLIAND  BY 100	A CONTRACTOR OF THE PARTY OF TH
1	REC 52 62-83338-6/	The state of the state of
	no deletions per OGA 9/7/10	
1	Wines	

b6 b7C

Memorandum L'Allier to Belmont
Re: ALLEN W. DULLES
DIRECTOR, CENTRAL INTELLIGENCE AGENCY

While was connected with CIA one of his
responsibilities allegedly was the preparation of the history of
the Agency. He also had occasion to handle matters of a public
relations nature in view of this background, it would appear
logical that would be readily used by CIA for publicizing
the Agency.

ACTION:

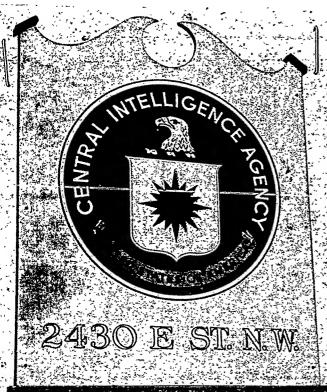
For your information.

[.	Charles Cold	· F-3							100	
ļ.,		<b>C</b>		Transfer of the					-	
*									77	7
<u>*</u>										
		نگ	4				N			
7					· compile					
2		10		L = 2		10	1	7)	ĵa .	
		Me	SI	OUI	04	All	en,	Tull	es	
G					AU	1		a de la companie de l		

Tolson
Mohr
Al Remont
Al Belmont
Callahan
DeLoach
Malone
McGuire
Rosen
Tamm
Trotter
W.C. Sullivan
Tele. Room
Ingram
Gandy
J'achi-
Po dotina

"We tell the Russians too much"

populi



THERE'S NOTHING SECRET about the location of the most secretive agency of the U.S. Government.

By K. S. GINIGER

ALL INFURMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 7/04/85 BY OPU DIA 11mm

The Washington Post and $4$
Times Herald
The Washington Daily News
The Evening Star
New York Herald Tribune
New York Journal-American
New York Mirror
New York Daily News
New York Post
The New York Times
The Worker
The New Leader
The Wall Street Journal
Date

JUL 3 1960

62-83335-61

n the basement of the big steel and concrete building ... a light over a door changed from red to green .... The Chief sat behind a desk on which, an enormous green marble paperweight held down a single sheet of paper. A . . . glass of milk, a bottle of grey pills . . . stood by the black telephone. (The red one was for scrambling.) His black morning coat, black tie and black monocle hiding the left. eye gave him the appearance of an undertaker, just as the basement had the effect of a vault, a, mausoleum."

That's how writers of spy stories like to describe the headquarters from which the world's spymasters operate. The example quoted here is famed. novelist Graham Greene's portrait of Britain's intelligence chief in his London headquarters.

I know, from my own experience, that it is nothing like that. And neither is the headquarters of his opposite number in the United States, Allen Welsh Dulles, Director of Central Intelligence and head of the Central Intelligence Agency most secretive of America's government agencies.

If you had visited Allen Dulles in the midst of the recent furor over the downing of the U-2 photographic intelligence plane, presumably piloted by a C. I. A. civilian agent, your taxi would have taken you to the administration building of C.I.A.

Set in a cluster of marble and red brick government buildings of a type common to Washington, this structure is clearly identified by signs leading to it. The door is guarded by security police and no one not an employe of C. I. A. goes through it without a C. I.A. escort.

The corridors carry the usual security posters warning against loose talk. Through the open doors of various offices, banks of locked safes and file cabinets can be seen; opened ones carry large signssaying "Open" as a reminder that their secrets must be locked in again before the user leaves the room:

Mr. Dulles' own office is no basement hideaway

but a sunlik room on an upper floor. His desk and

tables are covered with papers, bound reports and books of all kinds. But Dulles himself is not often behind the desk, especially when he is receiving a visitor. He prefers to stride back and forth across the room, an ever-present pipe in hand.

On his wall there is an architect's rendering of the new multimillion-dollar C. I. A. headquarters building now being erected across the Potomac in Virginia.

irginia.
From this room, Allen Dulles advises the President and various government agencies on what is going on all over the world. Russia is not America's only intelligence target; it is important sometimes that we know what our friends as well as our foes,

are planning.

To accomplish this, Dulles spends an amount: believed to be as high as \$350,000,000 a year and employs possibly as many as 16,000 people at home and abroad. What the real figures are is a closely guarded secret known only to a few members of Congress and to top officials of the Agency itself.

Who is this man who, as critics have charged; has the power to take steps that may, as in the U-2 incident, lead us precipitately into an atomic war? And where did he obtain the experience that has led our government to trust him with huge expenditures of money and manpower "without," as the law creating his job specifically states, "re s gard to the provisions of law and regulations relating to the expenditure of government funds"?

Now 67, Allen Dulles entered into the arena of foreign affairs at the age of eight, when he wrote a pamphlet on the Boer War, then in progress This was proudly published by his family who saw signs that the youngster would follow the path already marked by older members of the family.

: His father was a Presbyterian minister and his mother was the daughter of Benjamin Harrison's Secretary of State. One uncle had been ambassador to England in Rutherford Hayes' administration, while another was to become Woodrow Wilson's Secretary of State

in a family such as this, it could be expected that Allen, his brother, John Foster, and his sister, Eleanor Lansing, might be attracted by the lure of serving their country abroad, as all of them eventually did.

Allen Dulles entered this country's foreign service in 1916, after having received his bachelor's and master's degrees from Princeton and teaching in India for a year. World War I and the years following saw him holding posts in Vienna, Bern, at the Paris Peace Conference, in Berlin and in Constantinople. 🔧

He returned to Washington in 1922 to head the Division of Near Eastern Affairs in the State Denartment for four years, during which he also

attended the Geneva Disarmament Conferences of 1925 and 1926. At night and over the weekends, he studied law, receiving his degree from George Washington University in 1926.

By then he was a family man, having married Clover Todd, daughter of a Columbia University professor, in 1920, and facing the problems of raising a family that now numbers two daughters and a son.

The State Department offered him a promotion but, unfortunately, no raise went with it. He resigned to join his brother, John, in the important Wall Street law firm of Sullivan & Cromwell, using the incident to create a storm of protest about State Department salaries.

Over the next 16 years he practiced law in New York and served as legal advisor for various government missions abroad. When World War II broke out and General William J. ("Wild Bill") Donovan was asked by President Franklin D. Roosevelt to form a secret espionage agency, Allen Dulles, because of his knowledge of strategic European areas was a logical choice for chief of the new O.S. S. in Switzerland.

In the fall of 1942 he set up headquarters in Bern, the wartime spy center of Europe, and soon established contact with a German intelligence operative to this day identified only as "George." George hated his Nazi masters and was willing to do everything he could to destroy them.

The result was a constant flow of German war secrets, including more than 2,000 documents from "George" to Dulles to the various Allied head-quarters concerned. Among these were the documents which gave away the secret of the famous "Operation" Cicero," involving the valet to the British ambassador at Ankara as the key figure in a Nazi spy ring.

The greatest of Dulles' World War II "cloak and dagger" exploits was his work as the liaison between the Allies and German officers who were plotting to assassinate Hitler. Although their plot failed and Hitler was only injured, the contacts developed in this work led to the famous "Operation Sunrise," the surrender of the German troops in North Italy in 1945. For this Dulles was decorated not, only by our own government but by the Italians, French and Belgians.

After the war, Allen Dulles returned to Sullivan & Cromwell. The O.S.S. became merely a collection of files marked "Top Secret" in a Washington basement. However, important officials were convinced that the U.S. needed a full-time permanent intelligence organization to coordinate all foreign intelligence activities.

A Central Intelligence Group was set up by President Truman in 1946. In 1947, the new National Security Act superseded this with the Central Intelligence Agency. But not until the outbreak of the Korean War, did the C.I.A. begin

to assume its present proportions.

In 1947, President Truman appointed Allen Dulles to a panel created to survey American intelligence needs and procedures. Like so many such reports, this one gathered dust until it came into the hands of General Walter Bedell Smith, newly appointed Director of Central Intelligence, in 1950. Smith read it carefully and telephoned Dulles: "We'll do what you recommend," Smith is said to have told him, "only you'll have to come down to Washington and show us how."

Dulles agreed to take a short leave from Sullivan & Cromwell, so that he might serve as a consultant to C.I. A. Smith persuaded him to resign his highly profitable law partnership to become the \$20,500-a-year deputy director of the Agency. He again immersed himself in the job of controlling and directing our intelligence activities in the critical years of the Korean war.

A personal tragedy overshadowed this period for Dulles: his only son, Allen, a Marine in Korea, was severely wounded in the fighting there, and is still going through a series of operations in the hope he can recover his health.

When the war in Korea ended and Bedell Smith retired, Dulles was the obvious choice for Director of Central Intelligence, a position to which he was named in 1953. A raise of only \$500 went along with the promotion but, by then, his private for tune, gained in his law practice, made it unnecest sary for him to repeat his protest of 1926.

Today he is healthy, vigorous and active. He plays tennis regularly although he has had to abandon singles in favor of doubles. He gets in an occasional game of golf and, when he can't get outloors, enjoys bridge.

His favorite relaxation probably is swimming. He enjoys travel and mixes business with pleasure by spending as much time as he can away from his office seeing for himself what C. I.A. people are up to all over the world. He makes a particular point of taking such trips during election campaigns to minimize the possibilities of the Agency being involved in politics.

Busy now defending the Agency against the charges growing out of the U-2 incident, he resists the idea that Call A should be more closely supervised. He does not believe that operations of this kind can be run by committees and he tells friends that he does not feel he could continue in his post if the present closely guarded barriers of secrecy surrounding the agency were removed.

"We tell the Russians too much," he has said and Washington observers believe that the decision to acknowledge U. S. responsibility for the U-2 flights over Russia was one with which he did not agree.

Although he is opposed to greater Congressional supervision of Agency activities, he points out that the individual members of Congress who serve on the sub-committee that approves the C.I.A. budget knew of the U-2 program from the beginning. No secret this important or involving this many people—in the C.I.A. in Congress, in the various other agencies and aircraft companies concerned with the U-2—has ever been kept for so long a time.

The world now knows this secret, but Allen Dulles has lots of others. Most of them none of us will ever know. Those we do find out usually will be the secrets of plans and operations which have gone wrong. We can only hope that few of them do



ALLEN DULLES (right) reminisces about the 1944 plot to kill Hitler wit Dr. Hans, Gisevius, one of the conspirators whom Dulles helped to escape



51 aug 5 1960

WFO 62-0

		s.,
		*
The state of the s		
It.	is noted ALLEN W. DULLES, Director of CIA.	
resides at 27	723 Q Street, N.W.;	
	The state of the second of the	, bb
A CONTRACT OF THE CONTRACT OF	The transfer of the state of th	b7(
	was advised that the matter of his	
desiring		
	would not be within the jurisdiction of the	
FBI. He was	further advised that his allegation concerni	ng.
FBI. He was		
	would not be within th	e
jurisdiction	would not be within the of the FBL. WFO indices were negative regar	e ding
jurisdiction the captioned	would not be within the of the FBL. WFO indices were negative regard individual. This is being furnished for in	e ding
jurisdiction the captioned	would not be within the of the FBL. WFO indices were negative regar	e ding
jurisdiction the captioned and no furthe	would not be within the of the FBI. WFO indices were negative regard individual. This is being furnished for in action contemplated.	e ding format
jurisdiction the captioned and no furthe	would not be within the of the FBL. WFO indices were negative regard individual. This is being furnished for in	e ding format
jurisdiction the captioned and no furthe	would not be within the of the FBI. WFO indices were negative regard individual. This is being furnished for in action contemplated.	e ding format

Voyage A

DIRECTOR 30-60

9 1960

Ye11ow Legal Attache, Rome September 8, 1960 Mr. Parsons Mr. Belmont Director, FBI Liaison Mr. Papich. ALLEN DULLES DIRECTOR CENTRAL INTELLIGENCE AGENCY The Byreau has been informed that Dulles will be in Rome, Italy, during the latter part of September. 1960. this visit is unknown Dulles possibly may pay a courtesy call at your b3 office. In accordance with previous instructions issued to you, do not get involved in any discussions of a policy nature. AUTHORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDS EXEMPTION CODE 25X(1) 1 - Foreign Liaison Unit (detached) ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN OTHERWISE: SJP:bas // classified per OGA 9/7/10 See memorandum L'Allier to Belmont dated September 7, 1960, captioned, "Allen Dulles," SJP:bas. 6 22 99 Classified by population BUSY & ALM EHL Declassify of CADR 向#366904 ET CLASSIFIED PER OCA
REVIEW OF STATION 1960 SEP 9 62-83338-66 COMM-EBI REC- 34 Parsons Belmont Callahan DeLoach EX 109 19 SEP 12 19 Trotter W.C. Sullivan Tele. Room

## Memorandum UNITED STATES GOVERNMENT

The Director

8-29-60 DATE:

FROM J. P. Mohr

SUBJECT: The Congressional Record ALL INFORMATION CONTAINED

Original filed in: 66.1731-

16787

Pages 16785- Senator Keating, (R) New York, submitted an address by the Ronorable Allen W. Dulles, Director of the Central Intelligence Agency, to the Veterans of Foreign Wars, Detroit, Michigan, August 23, 1969. Mr. Reating stated "It has long been my profound conviction that the awesome reality of the Communist design for world conquest has been grasped only partially by the citizens of our Nation. - - - The theme of his outstandingly fine and timely speech was precisely the 'know thine enemy' admenition which constitutes the basic and indispensable first line of delense for human freedom."

162-83338. 184 SEP 6 1960

In the original of a memorandum captioned and dated as above, the Congressional was reviewed and pertinent items were Record for 8-27 60 marked for the Director's attention. This form has been prepared in order that nortions of a design of the original memorandum may be clipped, mounted, and piaced in appropriate Bureau case or subject matter files.

	OPȚIONAL FORM NO. 10		Tolson
1.10	UNITED STATES GOVERNMENT		Mohr Parsons
ĮV.	Memorandum 🕄	SOFT	Belmont Callahan
ČA.	TVICITOTATION (III)	THE STATE OF THE S	DeLoadh
肿	TO : Mr. Relmont	,	McGuire Rosen
97	TO : Mr. Belmont	DATE: September 7, 1960	Tamm
'	//		W.C. Sullivan Tele. Room Ingram
	FROM: R. O. L'Allier	ALL INFORMATION CONTAINED	Gandy
	$\mathcal{O}$	HEREIN IS UNCLASSIFIED EXCEPT WHERE SHOWN OTHERWISE.	~ 1 by "
	SUBJECT: ALLEN DULLES	A (	Alger
	Dulles has advised A	gent Papich that he plans to 1	9376
	for Europe during the latter p there for approximately two we	art of this month and would re	main
g \	there for approximately two we	eks. He indicated that he wou	1d Office
	spend most of his time in Ital	<b>y</b> •	
			2
	ACTION:	18 90>	ol per CI
	England homewith in		03
	advising him concerning Dulles	a letter to our Legal Attache visit to Italy.	, Rome,
	•		
EXEMP	TED FROM AUTOMATIC		
	SSIFICATION		
	RITY DERIVED FROM: UTOMATIC DECLASSIFICATION GUIDE	//9/	
	TION CODE 25X(1) 06-14-2010		Car Carlot
Bud distribute Account	f X	Character 100/6 /	
	1 - Mr. Parsons 1 - Mr. Belmont	Classified by DOC Opalin	nw
	1 - Liaison 9/8	Declassify on OADR 24	<b>E</b> 12
	1 - Mr. Papich	13 72338	
••	Enclosure d	REC- 56 62-83000	
	Enclosine For #366964		
FOI/PA	# CLASSIFIED BY	SPA ALM/EH43 SEP 13,1960	
APPEAL CIVIL		N: 25X	
E.O. #	1 1000		
DATE	34 85 INITIALS IMW TO 2 CLA	22.4. 6.5%	,
2	5-1-W CIA PER OCH		
	RT CTD	on 5-12 classified per OGA 9/7/10	
	57 SEP 1 6 1960 0		
	CFD		
			_

DECLASSIFICATION AUTHORITY DERIVED FROM FBI AUTOMATIC DECLASSIFICATION GUIDE OPTIONAL FORM NO. 10 DATE 06-14-2010 UNITED STATES GOV NMENT per OGA no deletions 9/7/10 morandum Mr. Belmont September 2, 1960 Trotte W.C. Surlivan Tele. Room FROM .: R. O. L'Allier SUBJECT: ALLEN DULLES Allen Dulles volunteered the following information to Agent Papich on September 1, 1960 (\$) Dulles stated that shortly prior to August 20, 1960, b6 b7C Senator Gore (Democrat, Tennessee) and Senator Church (Democrat, Idaho) advised him that Soviet Ambassador Menshikov had extended a luncheon invitation to the two senators. They told Dulles that they were clearing with the State Department and also wanted to know if Dulles had any objection to their meeting with the Soviet official. Dulles stated that he informed the senators that this was a decision Tor them to make but he would appreciate receiving any information Solvet interest developed from the contact soviet Embers Embles & Gore lunched with Menshikov at the Soviet Ambassadors summer home on Chesapeake Bay on August 21, 1960. He drove to the residence accompanied by Anatoli Y. Kornienko, one of the Embassy Attaches. There was a 45-minute conversation before Juncheon dealing with numerous generalities. During the luncheon U/S,S, R the conversation touched on United States elections, Africa, disarmament, and the banning of nuclear tests. Menshikov very obviously was fishing for Gore's opinion regarding the outcome of the forthcoming election. Gore stated that as a Democrat he naturally expected Kennedy to win. He did emphasize that with regard to any dealings with Russia, there would not be any differences between the Republican and Democratic parties. told Menshikov that Khrushchev's attacks on Nixon were actually helping the Republican candidate. Menshikov immediately became incensed and said that this could not be so. (It is interesting to note that within the last few days Khrushchev made an announcement that there was no difference between the two candidates). With regard to Africa, Menshikov took the line that the continent was big enough for both countries and that they should continent was big enough for both fashion. Gore, in turn, accused (S) resolve differences in an amiable fashion. Gore, in turn, accused (S) 3/29/92 (Classified W 9803 KAD/KFA 19 030 GEREIN AS UNCLASSIFIED (6) EX 104 Declassify on: OADR 4524 256,269 EXOME WHERE SHOWN - Mr. Parsons 1 - Mr. Belmont b6 - Mr. Branigan g b7C - Liaison SEP 20 1960 1 - Mr. Papich

Memorandum L'Allier to Belmont Re: ALLEN DULLES 3(X)(U)

the Soviets of stirring up trouble. Menshikov was highly critical of United States use of NATO countries in stirring up troubles and had no regard for our program to control nuclear tests.

Gore received the definite impression that Menshikov was a "lonely man" and that he enjoyed conversing with an American. Gore noted that there were no other Russians at the residence other than Kornienko, who served as an escort for Gore.

Senator Church lunched with Menshikov at the Soviet / Embassy on August 25, 1960. The Senator asked the Ambassador if it were true that there was considerable anti-Jewish activity in the Ukraine. Menshikov immediately stated that there was no such atmosphere in Russia and anything to the contrary was sheer propaganda. The Ambassador then initiated a discussion of developments in Africa and made several derogatory remarks concerning the "colonial powers," Church retaliated by referring to the expansion of the "Russian empire." Menshikov very hotly denied any Soviet desires to acquire additional territory.

The Ambassador raised questions concerning the coming elections and Church followed a line very similar to that of Senator Gore. Church felt the Democrats would win but very strongly pointed out that both parties would follow the same line with regard to Russia.

Menshikov denied that the Soviets were trying to move into Cuba but commented that there was nothing wrong in doing so, particularly when the United States has encircled Russia with bases in foreign countries. He stated: "We have surpassed you in military power and you can't catch up."

Menshikov briefly referred to the U-2 flight and stated: "One or more U-2 flights will mean war between us."

A discussion developed on the subject of treaties and neggiations with Russia. Church emphasized to Menshikov that Soviet officials quite often forget how our system of Government operates. He pointed out that no United States President, whether

Memorandum L'Allier to Belmont Re: /ALLEN DULLES ](X) (Y)

he is a Democrat or Republican, can establish a treaty with a foreign country without a two-thirds Senate ratification. He cited the example of President Wilson, who failed to obtain the Senate's support: in his objective to make the United States a member of the League of Nations. Menshikov then "exploded." He ridiculed the Senate, stating that: "Many members ought to be in cages and be taken off to medical laboratories for examination." He immediately cooled off and stated to Church that he meant "no personal offense." (\$)

A lengthy discussion was held concerning the banning of nuclear tests. Church held to the position that nothing will ever be accomplished unless the Soviets accept an inspection system.

Dulles made the observation that in his opinion Menshikov undoubtedly is doing everything possible to collect information which might assist the Soviets in predicting election results in November. According to Dulles, it is very possible that Menshikov's future in the diplomatic service will depend on the accuracy of his reports to Moscow. Dulles feels that Menshikov may be contacting other Congressmen. In thiseconnection, Dulles heard that the Ambassador may have tried to contact Senator Joseph Clark of Pennsylvania, but he was not certain if this took place.

Dulles stated that he contacted the Liaison Agent because he had informed both of the Senators that in his opinion it was necessary that the Bureau be advised of the above-described meetings with the Soviet Ambassador.

ACTION:

For your information.

, TT 1000,

COPY TO MR. TOLSON

1 - Orig. 1 - Yellon 1 - Mr. Parsons 1 - Mr. Belmont

1 - Liaison

I - Mr. Papich-21-60

Code

CABLEGRAM

DECLASSIFICATION AUTHORITY DERIVED FROM: FBI AUTOMATIC DECLASSIFICATION GUIDE DATE 06-14-2010

URGENI

Classified by ...

ALL INFORMATION CONTAINED HEREIN IS DECLASSIFIED EXCEPT WHERE SHOWN OTHERWISE.

TO LECAL ATTACHES LONDON - 552
PARIS - 864
ROME - 279
BONN - 591

FROM DIRECTOR PRI

ALEN DULLES, INFORMATION CONCERNING. DULLES DEPARTING OCTOBER
THO FRO FOR TRIP TO ENGLAND, FRANCE, ITALY AND GREECE. WILL BE
CONTACTING FOREIGN INTELLICENCE AND SECURITY OFFICIALS. IF HE
ODEFACTS LEGAL ATTACHES, EXTEND USUAL COURTESIES. DO NOT GET
INVOLVED IN POLICY DISCUSSIONS. (4)-(4).

SIP: bas DECLASSIFIED BY FP & ALM/EHL AND DECLASSIFIED BY SP & ALM

Declassify on: OADR

17 OCT 25 1960

OCT 21 1960 FEDERAL BUREAU OF INVESTIGATION U. S. DEPARTMENT OF JUSTICE COMMUNICATIONS SECTION Tolson, Mohr \_ Parsons Belmont Ćallahan DeLoach Malone McGuire Rosen . Tamm Trotter W.C. Sullivan

NR.

ENC.

CK.

APPROVED BY

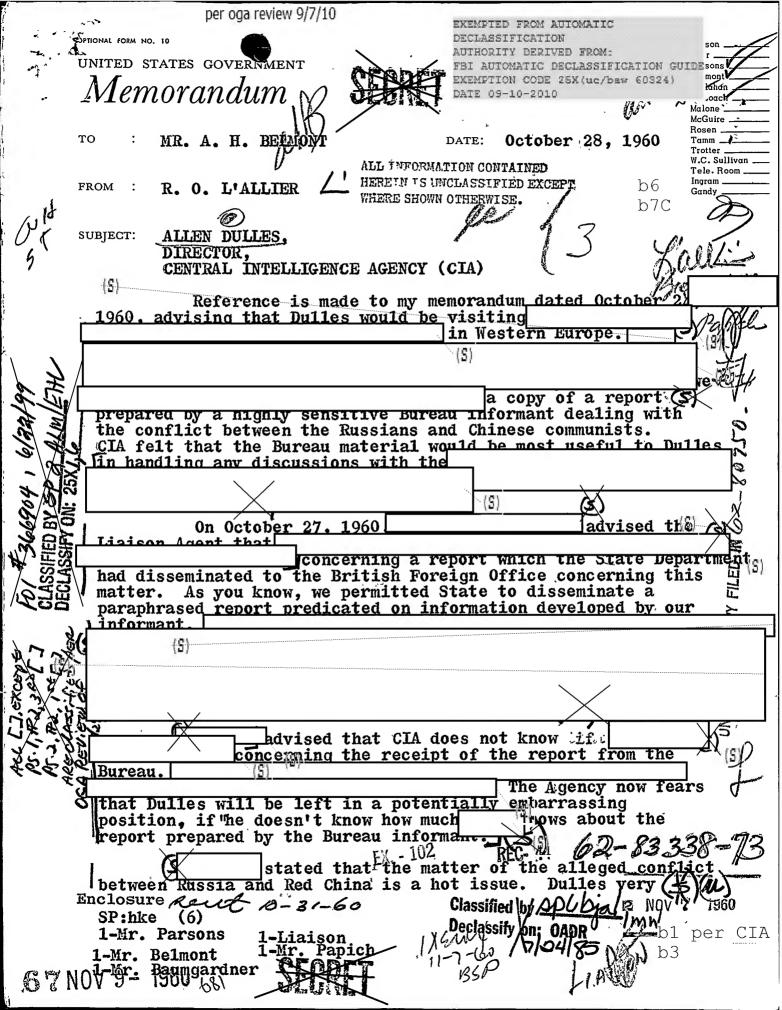
TYPED BY

\_

MAIL ROOM TELETY

DATE 06-14-2010

OPTIONAL FORM NO. 10 Tolson UNITED STATES GOVERNMENT  ${\it 1}emorandum$ McGuire Rosen Mr. Belmont DATE: October 24, 1960 Tamm Trotter W.C. Sullivan Tele. Room Ingram : R. O. L'Allier ALL INFORMATION CONTAINED FROM Gandy HEREIN IS UNCLASSIFIED EXCEPT  $\odot$ WHERE SHOWN OTHERWISE. bl per CIA SUBJECT: ALLEN DULLES DIRECTOR, CENTRAL INTELLIGENCE AGENCY (CIA) b3 Liaison has previously advised that Dulles was leaving for Europe October 22, 1960, [and would be in sontact with various foreign intelligence and security officials As you know, CIA did receive a detailed renort from us/ which was disseminated to interested key agencies. out that the State Department disseminated to the British Foreign Office a paraphrased report based upon the information disseminated by the Bureau. This was done with Bureau approval. Pursuant to instructions, the Liaison Agent advised on October 21, 1960, that the Bureau has given MI-5 a copy of the detailed report concerning the Soviet-Chinese Communist differences. |that this was given to MI-5 on a highly Tt was impressed upor restricted basis and with the understanding that the British impose very strong controls in handling the information. (5) ACTION: Declassify. For your information. SJP:bas per OGA review 9/7/10 1 - Mr. Parsons 13 OCT 25 1960 1 - Mr. Belmont - Liaison 1 - Mr. Papic 630CT311960 EXEMPTION CODE 25X(uc/bsw 60324) DATE 09-10-2010



Memorandum from Mr. L'Allier to Mr. RE: ALLEN DULLES,
DIRECTOR,
CENTRAL INTELLIGENCE AGENCY Belmont

b1 per CIA

CENTRA	AL INTELLIGENCE AGENCY	b3
		/(S
ACTION:	<del>\</del>	
Agent will used on a	the information which was disseminated to CIA by the make it wery clear that the strictly need-to-know basis an any intelligence operation	information should be and it should not be
	Attached also for approval is don, instructing him to advis	
	The one hat	pm not husication
,CIA	what me class that a	har Butraly (\$) (W) Should suffice.
10/160	2	



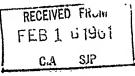


CENTRAL INTELLIGENCE AGENCY WASHINGTON, D. C.

OFFICE OF THE DIRECTOR

VIA LIAISON

Ľ



1 6 FEB 1961 Tele. Room. Mr. Ingram Miss Gandy...

Mr. DeLoad Mr. Evans.

Mr. Malone. Mr. Rosen.

Honorable J. Edgar Hoover, Director Federal Bureau of Investigation United States Department of Justice Washington 25, D. C.

Dear Mr. Hoover:

Thank you for your letter of 10 February concerning the forthcoming visit of Premier Khrushchev to the United States. 🤫

I very much appreciate your thoughtfulness in bringing: this information to my attention and I have forwarded it to some of my people here on a need-to-know basis.

With kindest personal regards,

# 366904 ALL FBI INFORMATION CONTAINED HERÉIN IS UNCLASSIFIED ENGIRE DOOUN IS Declassific PER OGA Revier

of 5/4/00

per OGA letter 9/7/10

Sincerely,

b6 Per FBI b7C

UNITED STATES GOVER, MENT

### Memorandum

то

The Director

DATE: 2-7-61

FROM

N. P. Callahan

SUBJECT:

The Congressional Record

J 3.

Pages A741-A742. Congressman Evins, (D) Tennessee, extended his remarks to include an article entitled "Kennedy Leadership Gives Nation New Direction" which appeared in the inaugural issue of the Democratic Digest. Mr. Evins advised that the article records highlights of the 73-day transition period between election day and inauguration day. The article points out "The tone was set with announcement of the first decision on appointments, assuring the retention of Allen W. Dulles as Director of the Central Intelligence Agency and J. Edgar Hoover as Director of the Federal Bureau of Investigation. This decision, the Washington Evening Star commented, constituted gratifying recognition of both the nonpolitical nature of their jobs and the value of their services to the Nation."

162-83338-NOT RECORDED 176 MAR 14 1961

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DIA MW DATE 7/04/85 BY OPE DIA MW

In the original of a memorandum captioned and dated as above, the Congressional Record for 2-6-6/ was reviewed and pertinent items were marked for the Director's attention. This form has been prepared in order that portions of a copy of the original memorandum may be clipped, mounted, and placed in appropriate Bureau case or subject matter files.

\$ 7 MAR 1 1 1501

Original filed in: 66-1731-912

OPTIONAL FORM NO. 10

61t

- 1 - Liaison - 1 - Cotter

SAC, Miami

March 16, 1961

Director, FBI

ALIEN DULLES DIRECTOR CENTRAL INTELLIGENCE AGENCY

On 3/10/61 an official of Central Intelligence Agency (CIA) advised he was becoming somewhat concerned about propaganda attacks of Castro government against that Agency. CIA representative pointed out that Cuban propaganda organs were characterizing Director Dulles of CIA as individual responsible for the worsening in Cuban - U. S. relations and as individual responsible for planning invasion of Cuba. He noted that Cuban fanatics might attempt to physically attack Mr. Dulles either at his home or while he was traveling to various cities for conferences.

cIA official said that he would appreciate receiving any information which might come to Bureau's atention relative to plans of pro-Castro elements to attack Mr. Dulles. Offices receiving this letter should be most alert for any such information and should promptly advise Bureau under this caption, if such data should be received.

2 - New York

2 - San Juan

2 - Washington Field

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE - BY OPUDIA / IMW

RDC: jwh Jul

					1.5
•		10	1 pr 1	, ÷ ,	
خسدا	MAILED	10		;-'	
\		1201	1.	- X.	4 4 1
1	. WAR I	5 1961	1	(a)	1 ' '
1	Milare	下日!	John !	· • • - 3 · • • • • • • • • • • • • • • • • • •	ļ. ·
٠,١	COM				
	المستنسل	. 10	, 4		F .

19 MAR 16 1961

per OGA review 9/7/10

加

Mohr
Belmont
Callahan
Conrad
DeLoach
Evans
Malone
Rosen
Travel
Trotter
W.C. Sullivan
Tele. Room
/
Ingram
Gandy

Parsons

56 MAR 21 1961

April 26, 1961

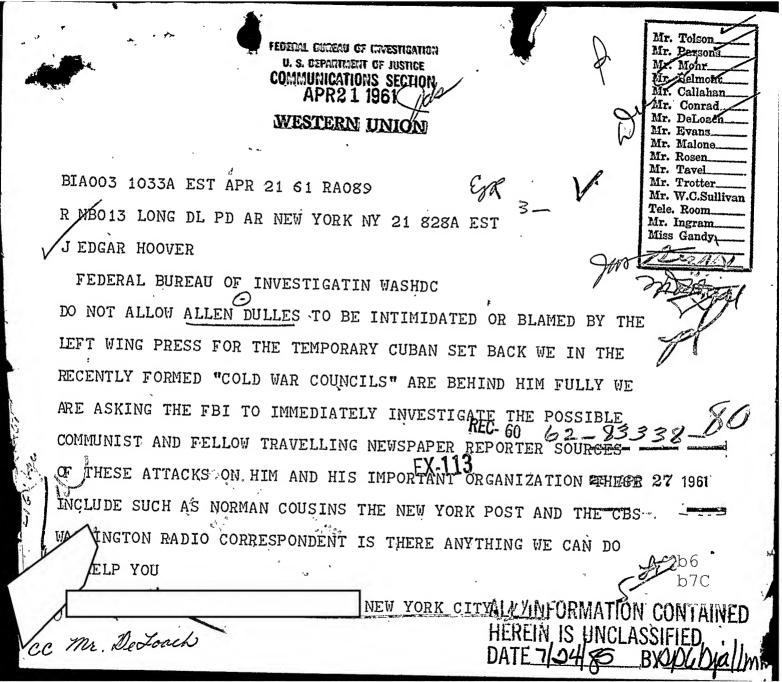
62-83338-80 ALL INFURMATION CONTAINED New York, New YorkHEREIN IS UNCLASSIFIED Dear April 21, 1961. Your interest and courtesy in furnishing this information to me, as well as your kind offer to be of assistance, are indeed appreciated. Should the occasion arise, we will not hesitate to call upon you. Sincerely yours, MAILED ST . J. Edgar Hoover APR 261961 COMM-FBI NOTE ON YELLOW: No communist literature is being in view of his concern over the Cuban situation. Due to the nature of his comments and his references to the press, it is felt Bu the above answer to his communication is sufficient. olson arsons' ohr\_ elmont NOTE CONTINUED PAGE TWO allahan onrad"... ef.oach LTG! bg&? vans'.

### NOTE ON YELLOW FROM PAGE TWO

Bufiles reveal that Norman Cousins is Editor of "Saturday Review," a general magazine of information and opinion. Cousins has not been investigated by the Bureau; however, his name has often appeared as a member or sponsor for a number of organizations, many of which are of doubtful background.

62-90451

Bufiles contain no identifiable references to



		·
	OPTIONAL FORM NO. 10	TolsonBelmont
	UNITED STATES GOVER ENT	Mohr
	Memorandum CONFIDE	Conrad DeLogra
	1)66	Evansl Malone Malone
	TO : Mr. Sullivan\)	DATE: July 5, 1961  Rosen Sullivan Tayel
		Trotter Tele. Room
	FROM : R. O. L'Allier	Ingram
		ALL INFORMATION CONTAINED
(	SUBJECT: ALLEN DULLES	HEREIN IS UNCLASSIFIED EXCEPT
	DIRECTOR	WHERE SHOWN OF HERWISE.
Referra	CENTRAL INTELLIGENCE AGENCY	(CIA)
NCICIL		sed on July 3, 1961, that
	Allen Dulles is in the process of w	riting a book on international
	communism. The book may not be pub is also organizing material for one	lished for several months. He
	which is unknown at this time.	Med and subject of
	ACTION:	1 / (m)
	AND LUIY .	
	For information.	V. PAR
	SJP:ban	
	(5)	
	1 - Mr. Belmont	( ( 99
	1 - Mr. Sullivan	
	1 - Liaison 1 - Mr. Papich	
	I I I I I I I I I I I I I I I I I I I	Ah
	No.	
	W/M	Classified by Spubja/Imw
		Declassify on OADR
	in the second	
/	CLASSIFIED BY SP & ALM EHL ES-11 DECLASSIFY ON 25X	10
	CLASSIFIED BY STORY ALMIERC	
	DECLASSIFY UNI 22X_/	REC 62 62 - 8 3 3 3 8 / 8
	6/22/99	
•	And the state of t	JEHU 12 19 19 19 19 19 19 19 19 19 19 19 19 19
		Marie 100 to the 12 lost
FOI/	PA # 340,403	2005/11/
APPE	AL#	( ) OF /
E.O.	LACT. # 1356 CSTELL OO OF	
	5 35 85 INTOTALS IMW DECLARS DOCA	
	5-110 QIA ON PER DO	N.M.
		REC 62 62 - 8 3338 8 1 1 2 1961  2 May 5 M 100 110 111 12 1961
56	JUL 18 1961 39 CONFINEN	EIAT )
" O y	CUNTINE !	HILL:

OPTIONAL FORM NO. 10 -Mohr UNITED STATES GOVER Callahan Contad 'emorandum Evans Malone Rosen. Mr. W. C. Sullivan Sullivan . DATE: July 13, 1961 Tavel . Trotter . Tele. Room Ingram Mr. R. O. L'Allier FROM Gandy ALL INFORMATION CONTAINED ALLEN DULLES HEREIN IS UNCLASSIFIED EXCEPT. SUBJECT: where shown ciferwise. furnished Referral/Consult Papich on July 13, 1961, on a strictly information to Agent/ confidential basis: Referral/Consult b6 Per FBI b7C E ACTION: DECLASSIFY DATE For information. 4/38/99 SJP: fag Sullivan Papich - L'Allier Classified by Declassify out: REC- 17. FOI/PA# APPEAL # 20 JUL 19 1961 CIVIL ACT. # E.O.#\_ DATE 7 BUH TO6801 58 JUL 251961

September 27, 1961

PERSONAL

Honorable Allen W. Dulles Director Central Intelligence Agency Administration Building, Room 123 2430 E Street, Northwest Washington, D. C.

Dear Allen: Dulles

LROOM 🔲 TELETYPE UNIT

On the occasion of your retirement as Director of the Central Intelligence Agency, I want to express my warm thanks for the cooperation and assistance you have given this Bureau over the years.

Certainly, you may take deep pride in the accomplishments of the CIA during your tenure of service, and I am sure public-spirited citizens throughout the country are most appreciative of the contributions you have made toward the welfare and security of our Nation. Your work in this most difficult assignment has been characterized by ability and honor, and your friends in the FBI join me in extending our very best wishes for every possible success in your future endeavors.

and a min desired and the desired and a day, where the desired and the second and
every possible success in your future endeavors.
Y SPECIAL MESSENGER
BY COURIER SVC. With kind regards,
A LA TIME TO THE CONTRACT OF T
Sincerely, H. REIN IS UNCLASSIFIED BY APLOAL  EDGAL  LUCIAL  BY APLOAL  BY AP
Sincerely, INDEN IS HNCLASSIFIED, W. 11
COMM-EBI 4 COMM-EBI PLOCAL RY AD LOCAL RY
N DIA
Part Branch Branch Barrens Bar
1 - Haison Section Section SEC.D - CHETIANA
Tolson
Mohr
NOTE: Prior correspondence with Mr. Dulles has been on a first-name basis.    Control
basis.
DeLoach Dasis.
Evans (C. 62-000000000000000000000000000000000000
Adone
Favel CBF:dkp. (4)
Frotter CBF:dkp.(4)
[ele. Room
7/1/

OPTIONAL FORM NO. 10		Ts to
UNITED STATES GOVER		Mohr
Memorandum		Callahan
	2: Jalan	Evans
TO: Mr. Sullivan	DATE: July 21, 1961	Rosen
. Mr. Sullivan	DATE. GULY 21, 1901	Tavel
FROM: R. O. L'Allier	·	Tele. Room
ROM . R. U. L'AIIIEI		Gandy
subject: CENTRAL INTELLIGENCE	AGENCY (CIA)	of Copies
You may be inter	ested in the following comments	s which
Kirkpatrick and	Papich on July 20, 1961, by Lyr CIA.	man b3 per CI
; mind whatsoever that many	ed that there was no doubt in l changes would be taking place :	in CIA.
He commented that there wo	uld be reorganization and very	likely "
changes in top personnel.	ALLEN	~ Ø
was a dinner guest at his	t on the right of July 20, 1965 home. fully expects Dull	1) Dulles D
leave the Agency but he ca	n't see the President removing	~ ~ · )
until the Berlin crisis is	resolved one way or another.   at so far Dulles has been a ke	Dulles has y figure
in many discussions which	have been held relative to Ber	LLII and as
far as he knows, the CIA D further conferences.	irector would continue partici	pation in
		19
ACTION:		·. ≦
For information.	V	. FILED IN
SJP:ban	W W	
(5) M		
1 - Mr. Belmont	A SALL INFORMATION COI	ntained a
1 - Mr. Sullivan	HEREIN IS UNCLASSIF	NTHINED &
1 - Liaison 1 - Mr. Papich	DATE TISOLSO BAY	Anthailmme
	$\triangle V$	
		and in the last the
	9 JUL 26 1961 / 1/1	
•		
F. (4	162-83338	•
67-54		
JEROX	NOT RECORDED 145 JUL 27 1961	,
Jean		
JUL 31 1961		1 /
V/		

#### UNITED STATES GOVERNMENT

### lemorandum

MR. BELMONT

DATE:

11/24/61

Rosen Sulliva Tavel Trotter Tele Room

Ingram .

Gandy

DeLoach 1 Evans Malone

inoslo) Belmont 🗜

Mohr Callahan Conrad .

FROM

W. C. Sullivan\

cc Mr. Belmont Mr. Sullivan

Mr. Bartlett

SUBJECT:

ATIONAL SECURITY MEDAL to be presented ton) CIA Director Allen Dulles by the President, 11/28/61

The Director has accepted an invitation to attend the presentation by the President of the National Security Medal, to Mr. Allen Dulles, Director of CIA. This presentation is to be held. at 11 a.m., Tuesday, 11/28, at the new CIA Building in Langley, Virginia.

Today I received an invitation, through the office of the Naval Aide to the President, at the White House, to attend this presentation as a member of the US Intelligence Board.

In view of the fact that the Director is attending this ceremony and representing the Bureau, I see no actual need for my being present. However, if the Director thinks I should accept the invitation, naturally I would have no objection.

#### RECOMMENDATION:

That I be advised of the Bureau's wishes in this matter.

REC- 91 6 2

WCS:CSH (4)

ALL INFORMATION CONTAINED EX-112 WM/ LANDAY HEREIN IS UNCLASSIFIED

OPTIONAL EDAM NO. 10 "UNITED STATES GOVE morandumMalone DATE: 9-28-61 Sullivan Tavel . Trotter ALL INFORMATION CONTAINE Thele. Room R. O. L'ALLIER HEREIN IS UNCLASSIFIED Gandy: CENTRAL INTELLIGENCE AGENCY SUBJECT: At the U.S. Intelligence Board (USIB) meeting today, Allen Dulles opened the meeting by commenting upon the appointment of Mr. John McCone as his successor as Director of Central Intelligence 3-Agency (CIA). Dulles reported that in August of this year, he advised the President that he had completed 10 years of service as Deputy or Director of CIA and felt it was time for a change. He requested that the President select his successor if possible before the first of the new year. About two weeks ago, the President indicated to Dulles that he had decided on Mr. McCone and as a result, had offered the position to him. Approximately one week ago, McCone had notified the President of his acceptance and came to Washington for conferences. Dulles pointed out that the results of his and McCone's conversations with the President at Newport, Rhode Island on 9-27-61, were very accurately reported in the 9-28-61 edition of "The New York Times." (Clipping attached). As a matter of interest, Dulles advised the USIB that McCone had inquired of the President and Dulles if they were committed to any immediate changes in the administrative organization of CIA. McCone obtained the assurances of both Dulles and the President that no such commitments for changes in the administrative setup of CIA had been made and that any such changes will not be made until after McCone has had sufficient time to participate in any recommended changes... It was announced that McCone had indicated he would like two weeks on the West Coast to handle his personal business affairs, which would include a short holiday. He expects to come to Washington which would include a short holiday. He expects to come to Washington which would include a short holiday. thereafter and spend four to six weeks working with Dulles before taking over the administration of CIA. During this time, it is quite possible that both he and Dulles might make an inspection tour of CIA installations in Europe. was quite apparent that Dulles desired the Board to know Enclosure NOT RECORDED WOC: jad(7) d 1-Belmont; 1-Sullivan; 1-Evans 149 OCJ SC 1981 1961 1-Papich;/1-Liàison; 1-Cregar

Memo L'Allier to Sullivan Re: CIA

that he was not retiring as the result of ill health or "senility."
He also made the point that contrary to the newspaper articles, he would not serve in the future as a consultant to the President, but rather as a consultant to McCone as the Director of CIA.

ACTION:

For information.

wills Star My

# PRESIDENT NAMES M'CONE TO C. I. A.

Visits Naval War College to Announce Change—Dulles and Successor on Hand

Transcript of remarks made at ceremony, Page 20.

### By TOM WICKER

Special to The New York Times.

NEWPORT, R. I., Sept. 27—President Kennedy announced today his nomination of John A. McCone to succeed Allen W. Dulles as director of the Central Intelligence Agency.

The President made the announcement at an appearance before the Naval War College here. Mr. McCono, Mr. Dulles and Vice Admiral Bernard Austin, president of the war college, were with him on the stage of the War College Auditorium.

The President paid tribute to both Mr. McCone and Mr. Dulles, and he took pains to emphasize that Mr. Dulles was not leaving the C. I. A. under dufress.

"I know of no man who is a more courageous, selfless public servant than Mr. Allen Dulles," the President said. He expressed "profound regret" at Mr. Dulles' retirement after ten years as a leader in the intelligence agency.

of Mr. McCone, a Republican business man who served in both the Truman and Eisenhower Administrations, Mr. Kennedy said:

"He has had broad experience. Coming once again to Washington represents a real sacrifice for him. I know that all of us who are concerned with our present responsibili-

Continued on Page 20, Column 3

### KENNEDY NAMES M'CONE TO C. I. A.

Continued From Page 1, Col. 4

tics are extremely happy to have his counsel, extremely happy to have him associated with us."

The transition will be made in November, the President said. He said Mr. McCone would come to Washington in about two weeks to work with Mr. Dulles.

'Mr. McCone and Mr. Dulles, calling each other "John" and "Allen," responded briefly.

### Dulles Halls Successor

Mr. Dulles said he was "deeply touched" by the President's tribute.

"In these troubled times," he continued, "the importance of intelligence is emphasized as essential to policy. I know of no better time to turn from this job to others than after having served for ten years and then to have found what I feel is the ideal choice for a man to carry on this important work."

Mr. McCone, taking note of the President's remark about sacrifice, said that in his mind an "opportunity to serve my country, in this capacity is a

very definite privilege."

He said to Mr. Dulles that he was "not unmindful of the fact that it will be extremely difficult to fill your shoes because of your long experience in this particular field."

### Many Officers Present

The ceremony took place in an auditorium filled with the high-ranking officers who are attending the war college. Most were in civilian clothes.

That Mr. Kennedy chose such a forum, and that he had both Mr. Dulles and Mr. McCone on hand, underscored the importance that is attached to the directorship of the C.I.A.

It had been understood for some months that Mr. Dulles would resign in November, following an understanding that he had reached with Mr. Kennedy when the latter asked him to continue in office shortly after the election last year.

After the abortive attempt to topple the Castro regime in Cuba, widely regarded as a C.I.A. project, there were repeated reports, always refuted by the White House, that Mr.

Dulles was on the way out.

Mr. Kennedy noted that Mr.

Dulles was retiring of his own
volition, after having served
the year that he had promised
last November.

Fly in J. I. A. Plane

Mr. Dulles and Mr. McCone flew this morning from Washington to Quonset Point Naval air station, near here, in a C. I. A. plane. They went at this mith Form, where Mr. and Mrs. Kennedy are on holiday.

The three men conferred for

The three men conferred for about a half-hour on the patio. The White House press secretary Pierre Salinger, said it was at this time that his isomethical had made his final decision to nominate Mr. McCone.

After the patio conference, the President and his two visitors crossed Newport Harbor, a twenty-minute cruise, in the Honey Fitz, the Presidential yacht. This brought them to the naval base and the War College, a gray stone building standing on a hill above the harbor.

Immediately after the ceremony, Mr. Dulles and Mr. Mc-Cone took off in a helicopter for Quonset Point and the return flight to their homes.

Mr. Kennedy recrossed the harbor in the Honey Fitz, picked up Mrs. Kennedy and their two children, Caroline and John, Jr., at the Hammersmith Farm landing, and departed on a cruise.

Mr. Kennedy's sleep was interrupted twice last night, Mr. Salinger said, because of the adjournment of Congress. He was awakened at 2:30 A. M. by Representative Carl Albert of Oklahoma, the assistant Democratic leader of the House, who said that body was ready to quit.

that body was ready to quit.

At 6:12 A. M., Senator Mike Mansfield of Montana, the Democratic majority leader, called to say that the Senate had finished its business. Such calls are a customary part of the Congressional ritual however they may interrupt a President's slumber.

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DIA BY DOLDA

62 - 83338-

**ENCLOSURE** 

TITOLOSU:

### Retirement Of CIA Chief Announced 2

Associated Press
The White House said yesterday that Allen W Dulles intends to retire as director of the Central Intelligence Agency by the end of this year:

Press Secretary Pierre Salinger declined comment on reports that Fowler Hamilton, Wall Street lawyer and veteran of Government service, is in line to succeed Dulles.

Administration sources have said off the record in the past that Dulles, when President Kennedy asked him last year to confinue on the job, expressed the hope to retire in about a year. They added that the year rain from last Novemder, after Mr. Kennedy's elec tion. 🦠 🚉

Dulles, prother of the late Secretary of State John Foster Dulles, was appointed director of CIA during the Admin istration of former President Elsenhower.

Salinger, in saying Dulles wanted to retire by the end of the year, said there had been no change in the status meaning that this had been Dulles intention all along.

His remarks were in response to questions about the report that Hamilton would succeed Dulles, carried in an article to be published in the Aug. 7 issue of Newsweek magazine. The article says Hamilton, 50, is to succeed Dulles as head of the controversial hush hush agency in October, after several months of working with Dulles.

Belmont Mohr Callahan Conrad . DeLoach Evans Malone Rosen Sullivan Trotter . Tele Room Ingram Gandy

ALL INFORMATION CUNTAINED HEREIN IS UNCLASSIFIED

NOT RECORDED 176 AUG 3 1961

The Washington Post and H-2Times Herald The Washington Daily News The Evening Star \_ New York Herald Tribune New York Journal-American New York Mirror New York Daily News\_ New York Post\_ The New York Times .. The Worker. The New Leader\_ The Wall Street Journal

SOF

AUG 1,1961

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED

b6

b7C

REC- 33 ne Nov 28 1961

63DEC4

Tolson Belmont . Mohr allahan Conrad DeLoach Evans Malone Rosen DATE: November 24, 1961 Sullivan Tavel Trotter Tele. Room Ingram Gandy

PRESENTATION OF NATIONAL SECURITY MEDAL

The Director has accepted an invitation issued by the White House to attend the presentation of the National Security Medal to CIA Director, Allen Dulles, on Tuesday, November 28, 1961, at the new CIA Headquarters Building, Langley, Virginia. presentation will be made by the President.

Liaison has determined that in addition to the Director, other honored guests will include the Secretaries of State and Defense, the Attorney General, members of the Joint Chiefs of Staff, Mrs. Dulles, and members of the U.S. Intelligence Board. The President will arrive by helicopter, and the guests have been requested to be seated in the lobby inside the main entrance of the building by 10:40 a.m.

The distance from the Justice Building to the new CIA building is ten miles and will require approximately twenty-five minutes driving time. The most direct route will be via Memorial Bridge and the George Washington Parkway directly to the new CIA building. Liaison Agent | will meet the Director at the CIA building upon his arrival and will escort him to his seat. Following the ceremony, will escort the Director to his carALL INFORMATION CONTAINED

ACTION:

HEREIN IS UNCLASSIFIED

For information PATE 7/05/85 RY SOUDIAL MW

OHB:hke (8)

b6 b7C

1-Mr. Ingram 1-Mr. Belmont

1-Mr. Mohr

1-Director's Têlephone Room

1-Mr. Sullivan

1-Liaison

66DEC 5 1961

5 NOV 30 1961

Nill

Allen Dulles Retires,

The retirement of Allen W. Dulles as director of the Central Intelligence Agency is inevitably related in the public mind to some of the misfortunes that have befallen the CIA—for example, the shooting down of the U-2 plane over Soviet Russia and the Cuban fiasco. In a long public career there are certain to be many vicissitudes, however, and these should not be allowed to obscure long-range achievements. On the basis of his four and a half decades of public service Mr. Dulles is entitled to a generous salute from the American people. President Kennedy recognized this yesterday when he flew to the CIA headquarters to present the much-decorated Mr. Dulles with the National Security Medal.

Like his brother, the late Secretary of State John Foster Dulles, Allen Dulles grew up with a keen interest in foreign affairs. It seems to have been related to the fact that their maternal grandfather, John W. Foster, had been Benjamin Harrison's Secretary of State and an uncle, Robert Lansing, had been Secretary of State under Woodrow Wilson. Allen Dulles joined the foreign serv ice in 1916, and had a wide experience in many lands before he resigned to practice law with his brother. While he was in private practice he served as adviser or counsel to several international gatherings, and after the United States entered World War II his knowledge of European finances and strategic areas led to his association with the Office of Strategic Services.

As OSS director in Switzerland, Mr. Dulles learned of the German generals, plot to assassinate Hitler, six months before the bomb went, off without achieving its intended purpose. He was also oredited with maintaining an agent in the Nazi Foreign Office and with engineering a revoit in Italy that, gave the Allies a notable advantage. It was natural that, after the war, he should be summoned to Washington to head a three-man team to study the United States intelligence system. He was also a member of the Committee on the Marshall Plan to Aid European Recovery. President Truman brought him back to Washington as deputy director of the CIA, which he had helped to establish, and in 1953 President Eisenhower made him director

Through his numerous assignments Mr. Dulles has demonstrated a large capacity for objective judgment. It has been said of him that, while Foster was master of the deadpan, he is master of the smile. Whether or not this is accurate, he has willingly undertaken some extremely difficult tasks and has brought to them dedicated effort and balanced judgment, qualities still needed in the CIA as it now strives for more efficient organization and better checks against error.

Telson
Belmont
Mohring
Callehad
Conrad
Delogch
Evans
Malone
Rosen
Gullivan
Tavel
Trotter
Tele Room
Ingram
Gandy

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 7/05/85 BY SPUBJE / IMW



Mamirb.

The Washington Post and

Times Herald

The Washington Daily News

The Evening Star

New York Herald Tribune

New York Journal-American

New York Post \_\_\_\_\_\_
The New York Times \_\_\_\_\_

The Worker \_\_\_\_\_

The New Leader \_\_\_\_\_\_
The Wall Street Journal \_\_\_\_\_

NOT RECORDED NOV 29 1961 149 DEL 6 1961

51 DFC 6 1961

43-

Honorable Allen W. Dulles 2723 Q Street, Northwest Washington, D. C. ALL INFUKINATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 765/85 BY DOL BY IMM

Dear Allen: DullES

evening during your appearance on television. Your presentation was excellent, and I want to thank you for your kind comments concerning the FBI and me. Your cogent observations are certainly indicative of the high quality of service which you have rendered so many years for your country.

Sincerely, REC-12 62-83338-8

Edgar

19 APR 30 1962

EX-114

NOTE: Address per current telephone directory. He is on the mailing list for reference only; he is addressed as "Dear Allen." See Jones to DeLoach memo dated 4-27-62 captioned "'The Hot and Cold Wars of Allen Dulles' CBS Documentary, 4-26-62, Channel 9." FCS:par

			· A	
			202	m ·
The siff CS:kmd, or	•		L L L	,
10 0 0 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	0	1		$\sim \sim $
Tolson(5)			/ .	11/06
Belmont		1/9011	/ : .	
Mohr	The second second	THE MENOR STATE	70 11	
Callahan	MAILED BU	100 2 10 10 10 10 10 10 10 10 10 10 10 10 10	11 162	Ad
Conrad - SEC. D. MV FAON		. 01		. //87
DeLoach	APR 8 0 1962	וען	٠	o Mus St.
Evans		* 1 1 1 3 7	PORTE M	ען יו ע
Malone	COMM-FBI		The Thirty	AN .
Sullivan	· Commence	BECEIVEL/LACE	cron . N	A .
Tavel.		1/	H	
Trotter	<b>'</b>		- 41	
Tele. Room BIL AND TO	CO		, v	
Holmes	U.L		Y- 1	
Gondy	TELETARE OULT	1 17,	•	

, OPTIONAL FORM NO. 10					Tolson Belmont Mohr
united states govi	-				Callahan Conrad DeLoach
	ivan/UCS	DATE:	April 26,		Evans
FROM :	Kgn		·EL		Tele. Room
subject: ALLEN DU FORMER D TELEVISI	ILLES DIRECTOR OF CENT ON APPEARANCE,	RAL INTELLI 4/26/62	GENCE (F		
					• • 1- 6
our Liaison A vision Channe Show. The ti	of the agent today that 19 at 10:00 p. the of the show	Central Int : Allen Dull m., 4/26/62 y is "Th <del>e;Ho</del>	elligence A es will app on the Eri t and Cold	gency advi ear on Tel C'Sevareic War of Al	ised b6 le- b7( len-
ACTION:					
The Dome	estic Intelligen	ce Division	will monit	or the sho	ow.
DJB:mls MI 1-Mr. Belmont 1-Mr. Sulliva		no deletions p	oer OGA 9/7/10	)	
l-Mr. Papich l-Liaison	110/95	ALL INFOR	MATION CON	TAINED	V
Son	we'll	HEREIN IS DATE 7.35	UNCLASSIFIE BY D	pubjal1	mw
					b6 b7C
	morelowen	9 of Orce	jaring		
	mana	·	,		
Ð	4/27	REC- 57	<u>62-83</u>	<u>33</u> 8-8	. 8
48		ST-105	9 APR 27 196	) <u> </u>	
58 MAY 3 196	52		L, W	9 m	
100 100					

GTTIČERAL" FORM NO. 10 UNITED STATES GOVERN emorandum Conrad DeLoach Evans Malone Rosen Mr. DeLoach ALL INFORMATION CONTAINED Trotter Tele. Room HEREIN IS UNCLASSIFIED Holmes b7C DATE 7/05/85 SUBJECT: "THEXHOT AND COLD WARS OF ALLEN DULLES" The above-captioned program, the Crime Research Section.

RIEF SUMMARY OF CONTENTS:

The program consisted of a dialogue between Allen Dulles and CBS correspondent, Erics Sevareid. The program was planned so that Sevareid would ask questions and allow Dulles to answer in great detail. The point of the program was to allow Dulles to reminisce and set forth his opinions on various topics.

Virtually, the entire program was devoted to Dulles' opinions on vional events. Dulles indicated that the CIA, which he was Director, had also successes. He talked about his wartime experiences with the viere, he indicated he was able to secure confidential information in 1944 to assassinate Hitler.

The in a room where Hitler was being the bomb exploded, Hitler the German out of the capture of the control of the capture of the control of the capture CBS DOCUMENTARY WashiDB Dulles mentioned a brief talk he had with Mr. Khrushchev when the latter visited the United States. He laughingly stated that Khrushchev mentioned, in this connection, that he was reading CIA reports. Other topics covered during the interview concerned the U-2 incident. He indicated that these flights provided valuable information and that he did not share the criticism against pilot Francis Powers. Dulles stated that on the whole Powers handled himself properly.; In this connection, Dulles stated that the CIA had informed Congressional leaders concerning secret operations including the U-2 flight. He made mention of a speech by Congressman Clarence Cannon on the House floor in which, Cannon mentioned that this information was available to selected Congressional leaders. 1 - Mr. Papich - Room 84 MAY 1 1962

Jones to DeLoach Memo RE: Allen Dulles, Channel 9

Mention was made of Cuba, but here Dulles obviously did not desire to answer the questions in detail. He indicated that the CIA did not inform the Cuban underground concerning the invasion date. It was a complete surprise as to the place of landing.

After the abortive invasion, the President set up a committee to look into the episode. Dulles stated that he would not deny that this committee felt that the CIA had exceeded its authority in this situation.

Sevareid brought up the recent controversy between Mr. Nixon and Mr. Kennedy over the briefing given during the 1960 Presidential Campaign, in which Nixon claimed Kennedy had acted unfairly. Dulles said he did not want to go into these charges and that there had been aphonest misunderstanding.

Dulles indicated that, in his opinion, there was no conflict between CIA policy and our foreign policy. At the present time, CIA is being "credited" with many things, such as manipulating the ouster of King Farouk of Egypt and replacing him with Nassar, which is not true.

Sevareid asked Dulles his opinion what would happen if we followed a "soft line!" concerning communism. Dulles replied that disaster would follow and that it was necessary to face the communist peril wherever it appeared and not be guilty of appeasement as in the case of Hitler. He mentioned the communists technique of "overload!" which he defined as the communists starting many "small things!" around the world in order to divert our attention. He indicated that the Soviet/in the Congo had been overrated but that the situation in South Viet Nam was most serious. The Soviets like to believe that communism is the wave of the future and though the United States is not going communist in the next decade or so, it would be encircled by the communists. He indicated that the communists were thinking in terms of economic pressures against this country. He also commented about how the communistsoften gain leadership of the "disaffected" elements to stir up agitation.

Dulles stated that, in his opinion, the splits in the communist world were undoubtedly one of Khrushchev's great preoccupations. It's really something to see a small Nation like Albania throwing out Soviet diplomats. The strain between Russia and China is very serious and Dulles felt that it was probably Chinese pressure which had forced Russian technicians from China.

Dulles stated that a new generation was rising in Russia and it was his opinion that some of these younger Russians, when they learn more about what is going on in the rest of the world, will push for more freedom. Obviously, the younger generation is confused with the denouncing of Stalin. These younger Russians see the falsity of Russian history. At this point, he commented that one of CIA's important accomplishments was the securing of the text of Khrushchev's

Jones to DeLoach Memo RE: Allen Dulles, Channel 9

speech before the 20th Party Congress denouncing Stalin. This speech was not publicly released at that time inside Russia.

### MENTION OF THE FBI:

The FBI was mentioned very briefly toward the end of the program. Sevareid commented that communism in the United States was not under Dulles' jurisdiction, but under the FBI. Dulles stated that due to the work of the FBI and what J. Edgar Hoover has done, communism is much less of an internal menace here than in other countries. The discussion then shifted to what people in the United States can do to fight communism. Dulles mentioned certain "aberrations," by which he meant the right-wing extremists. People want to do something to fight communism, but they do not know what action to take. As a result, many innocent people are led astray. In this connection, Dulles emphasized that people should learn more about the communists, that our free system is more effective than the communist system. Moreover citizens should support the Government's action against communism such as in Berlin. At the very end Sevareid, echoing Dulles' opinions, asked whether a good recipe on how to fight communism in the United States would be (1) be informed (2) believe in your country (3) don't let them scare you. nate to Duller

**OBSERVATIONS:** 

Dulles actually gave very little new information in his interview. Most of this data has previously been published. The first part of the program was somewhat "slow" in that Dulles was hesitant to speak directly and appeared very passive. The tempo of the program picked up considerably in the last half hour. It might be noted that Sevareid's questions closely followed material set forth in the recent book by Andrew Tully entitled "CIA -- The Inside Story."

### RECOMMENDATION:

For information.

ir was a poor performance. Dulle's answer's evere too subtle, ion many

ALLEN W. DULLES

MAIN POST OFFICE, BOX 1513

WASHINGTON 13, D. C.

14 May 1962

14 May 1902

The Honorable J. Edgar Hoover Director, Federal Bureau of Investigation United States Department of Justice Washington, D. C.

Dear Edgar

I have just returned from a brief European trip and find your kind letter of April 28, 1962, about my television appearance. I keenly appreciate your kind comments.

I would add that what I had to say about you and your organization was, as you know, the expression of a very deep feeling of appreciation I as an American have for what you have accomplished.

Sincerely yours,

ALL INFORMATION CONTAINED
HEREIN IS UNCLASSIFIED
DATE 7/05/85 BY APCIDIAL MAIN

allmw rec 70 EX-133

62-83338-90

16 MAY 17 1962

Mr. Tolson Mr. Belmont Mr. Mohr Mr. Callahan Mr. Conrad

Mr. DeLoach

Mr. Evans... Mr. Malone

Mr. Rosen Mr. Sulhva Mr. Tavel Mr. Trotter

Tele. Room\_ Miss Holmes Miss Gandy\_

b6

b7C

EXP. PROC.

IVIAY 15 1962

S/HHA

conf

58 MAY 22 1962

### Hitler, Khrushchev, Cuba, and the U-2

## America's Master Spy

## Recalls His Wins and Losses

Allen Welch Dulles has been called "America's Master Spy." For more than eight years, from 1953 until his retirement late last year, he headed The United States Central Intelligence Agency. During World War II he was an intelligence officer in Europe. His agency's occasional failures often made him the center of controversy.

Few people are more qualified to discuss the nature and methods of the Communist menace. With this in mind, CBS News correspondent Eric Sevareid chatted for an hour with Mr. Dulles last Thursday evening on the television program, CBS Reports. Their talk ranged from Cuba to the Congo, from Nikita Khrushchev to Adolf Hitler. Here are the highlights:

Mr. Sevareid: Mr. Dulles, when Khrushchev was here, did you get a chance to talk with him at all?

Mr. Dulles: Yes: I didn't have a long talk with him, but I had a very quite. an amusing encounter with him. It took place at the dinner that President Eisenhower gave for Khrushchev, and the President introduced him, and said: "This is Mr. Dulles. You may know Mr., Dulles." He turned to his reporters, kind of a twinkle in his eye, because he's got a keen you must admit, he's got a good sense of humor, and he said: "Oh, yes, I know you. I read your reports."

Mr. Sevareid: Really?

Mr. Dulles: Yes. And I said: "I hope you get them legally." And, "Oh," he said; "you know, you know how we get them. We all pay the same agents and we all get the same reports." And, "Well," I said, "That's kind of sharing the wealth. isn't it?" And then we had a laugh and that ended it.

The Briefcase Bomb

Mr. Sevareid: Did he mean your public or your private reports?

Mr. Dulles: Ah, he never told me. I think he had in mind that he read agent reports.

Mr. Sevareid: Do you think it's possible that he has?

Mr. Dulles: Every once in a while somebody gets caught, but that game goes both ways.

. Mr. Sevareid: Mr. Dulles, would it be accurate to say that because of your work in World War II, in Switzerland, Washington kept informed on plots against Hitler's

Mr. Dulles: They knew about the last plot. I'did have the details of the last and most serious plot that almost succeeded on July 20, 1944. Hitler was having a briefing at the time. He was up on the East Front in East Prussia, and he was having his regular morning briefing, and Stauffenberg, who had the bomb, was in the room. He was had a special message for Hitler, so he was admitted. He put the pomb down in this briefcase against a leg of a table. It was a—you know, one of those long tables that are in barracks with legs at various intervals. He put it down on the leg nearest to where Hitler was. Here was a long map, 20 feet or.

Trotter . Tele Room

Gandy

The Washington Post and
Times Herald
The Washington Daily News
The Evening Star
New York Herald Tribune
New York Journal-American
New York Mirror
New York Daily News
New York Post
The New York Times
The Worker
The New Leader
The Wall Street Journal
The National Observer $22$
Date: APR 291962
APR 29 1968

NOT RECORDED JE MATION CONTAINED

BY Apuballmw

6 1 mg 1



Eric Sevareid

more long, with maps of the East Front, the West Front, and so forth, and so on. And Hitler was being briefed there, and just before the bomb went off, Hitler went off here to see how the front was, let's say, in Pinsk, and that took him 10 feet away from the bomb. The bomb went off and he was blown out of the building, but he wasn't seriously wounded. It was a shack—it was just a barracks there.

Mr. Sevareid: It must have been a great disappointment to you and every one else?

Mr. Dulles: Well, it was. I was waiting to see whether they'd get hold of the radio that day, and they never got hold of the radio. You know, that's one of the modern revolutions — one of the great things to note is, have they got control of the radio, and again and again as I've sat back, either when revolutions were upcoming, the indication to you as to whether one side or the other is winning, is who has got control of the air?

Mr. Sevareid: You apparently knew very early in '45, Mr. Dulles, that the Japanese were in very bad shape. How did you know that?

Mr. Dulles: Eric, at that time, I had access to information that was reaching the German Foreign Office . . messages from the German Ambassador in Tokyo, the German Air Attache and the German Army Attache. Those cables showed, very clearly, the plight of the Japanese Air Farce, and the plight of the Japanese

Navy. By the end of '44 and early '45, their position, both air and sea, was becoming almost untenable, far more than the public realized. Word came through to me from certain Japanese sources with whom I was in contact, that the Japanese would like to find a way of negotiating for a surrender.

They made quite interesting proposals, and as a result of these proposals I was asked to go up to Poisdam in the time of the Potsdam Conference, when President Truman met there with Stalin, you remember, and Churchill. I took to (Secretary of War Henry) Stimson, at that time, the proposals that had come through this channel with regard to an early Japanese surrender.

#### Were A-Bombs Necessary?

Mr. Sevareid: Do you think that the dropping of those first atomic bombs on Hiroshima and Nagasaki might have been unnecessary in terms of bringing about the Japanese surrender?

Mr. Dulles: Well, that's an awful hard question to answer. I have the deepest respect for the men who made that decision. I do feel that there was a failure to interpret available intelligence as to the extent of the Japanese collapse, and their inability really effectively to carry on the war.

Mr. Sevareid: Is there anything you'dlike to say, Mr. Dulles, about the pilot of the U-2, Francis Powers?

Mr. Dulles: I never shared some of the public and maybe of the press criticism of Powers. While it was difficult to tell until after we—the agency—had talked with him and had made (our) report how well he had done, I think on the whole he handled himself properly. You must remember that he was an aviator. He was a great navigator. He had a very difficult assignment merely on the aviation-navigation side and to expect of him—to make of him a great undercover agent was impossible—one of these two professions took all a man's time—all a man's concentration; and thought and I'm, not sure that point has been brought out fully enough.

#### No Suicide Commitment

Mr. Sevareid: Mr. Dulles, some people said that the pilot, Mr. Powers, should have taken his own life. Is there any way you can have a man sign a contract to commit suicide?

Mr. Dulles: No no you couldn't first place, it would be ineffective, of course. In the second place, I think it would be immoral and we just didn't do it. We said, "Here, you have this. If you get into a situation where you think that death is beter than what awaits you, use it."

Mr. Sevareid: Mr. Dulles, about the foulup on all the explanations of the U-2 affair when it first happened. The Government went through a lot of agony. We looked very silly. Now, is it necessary that we go through all that? Do we have to explain?

Mr. Dulles: I doubt whether, in the two

4

situations to which you probably refer one the U-2 and the other Cuba, probably, too—one could have ever rested on the answer "No comment."

I mean this: Do we have a kind of a government here that would let, say, me, as then Director of Central Intelligence, send an airplane, even 70,000 feet high, over Russia? Is that a responsible kind of government? Or mount an expedition, or have something to do with an expedition for the training of Cubans that were going to Cuba? It seems to me that that kind of thing can only be done with the approval of the highest authority, and the American people or the world began to think that we had a government here where that kind of thing could be done without approval by the highest authority.

There might be a feeling of uneasiness, that there are some people here who could do things that might lead to serious international complications without knowledge at the highest level. So could the President have declined knowledge of these situations, or said, "I won't say anything about them?"

Mr. Sevareid: Mr. Dulles, there's been much criticism that we took much too long to recognize the danger of Castro and tried to do something about it.

### Timing Vital in Cuba Attack

it. Certainly we got disturbed about Castro at a fairly early date, but what were you going to do about it? Castro was in there, with the great support of the majority of the people, and if we had planned any expedition at an earlier date, that might not have been of any more success than the one that we did after rather mature preparations.

Mr. Sevareid: Mr. Dulles, if you can, would you tell me, in regard to the Cuban affair of last spring, where you think the central basic mistake was?

Mr. Dulles: I'd rather limit my remarks to pointing out that there were certain factors which bore upon the timing of any operation if it was carried outnamely, that we knew that Cuban pilots were being trained in Czechoslovakia, that MIGs were in crates in large numbers in Cuba and that if these trained pilots got back and these MIGs became operative, the possibility of any invasion by a Cuban force, or even by an American force, would be greatly—the dangers and the problems would be greatly increased.

Mr. Sevareid: But what about the philosophical and the legal argument that the Cuban invasion was both immoral and illegal?

Mr. Dulles: Well, I think I'd respond to that by asking you a question. Here you had a group of fine young men — these Cubans—formed the brigade that went into Cuba, who asked nothing other than the opportunity to try to restore a free government in their country, who were ready to risk their lives and have done so, whether they should have been told that they would get no sympathy, no support,



Allen W. Dulles

no aid from The United States. That's the question.

Mr. Sevareid: Is it true that we did not inform the Cuban underground in Cuba of the date—the place and the timing of that landing?

Mr. Dulles: Eric, we didn't inform them. As I recall, we informed very few people when we started the invasion of France in June of '44. You can't do that. We did not inform the Cuban underground of the time and place of the invasion. To do so would have been informing Castro and it would have been catastrophe for the invading force.

Mr. Sevareid: We did achieve some element of surprise, did we?

Mr. Dulles: Complete surprise was achieved as regards the place of landing.

Mr. Sevareid: But not timing, because that was published:

Mr. Dulles: No they did not know the exact timing. They had been crying invasion for weeks and months before, and as you note, they're even now crying that invasions are being planned.

Mr. Sevareid: Mr. Dulles, some Europeans—Jean Monnet, for example—say that Americans are much too obsessed about Russian communism. Do you think this is true?

Mr. Dulles: I think that is true in a

sense, and not true in another sense. I think that the one grave peril that we face is the Communist peril. That is the only peril to our freedoms, to our institutions, to everything that we hold dear. Now, I think that it is true that the Communists practice on us and on other countries towards which they're directing their attack, they try on us what I would call the overload theory. They will start a lot of petty annoyances in various parts of the world, without knowing whether they are going to seriously push them ahead, in order to divert our attention, maybe, from the major points of their attack.

Mr. Sevareid: Could you give any concrete examples of what has turned out to be minor or major?

#### South Vietnam Threat Serious

Mr. Dulles: Well, I think we overrated the Soviet danger, let's say, in the Congo They went in there with great fanfare. They supported Gizenga. They established a Lumumba Institute in Moscow, and it looked as though they were going to make a serious attempt to take over in the Belgian Congo. Well, it didn't work out that way at all. Now, maybe they intended to do it, but they didn't find the situation ripe, and they beat a pretty hasty retreats.

Mr. Sevareid: Would you call Vietnam a serious threat or just a tactical operation?

Mr. Dulles: No. I think that's a serious threat: I consider south vietnam of a major importance, and not just one of the overload theory type of operations.

Mr. Sevareid: Don't (the Russians) already have perhaps too much on their plate? They can't control Albania, or Yugoslavia, or China—all Communist systems and states. May it not be that a pluralistic communism around the world would be anti-Moscow?

### Freedom Alive in Russia

Mr. Dulles: That's quite true, but difficulties at home have rarely stopped countries in foreign adventure, sometimes has pushed them on T'believe that the splits, the fissures, the differences between various Communist countries is to day one of the greatest preoccupations that Khrushchev has

After all, he said what he calls the socialist world, if the world becomes all socialist, they'll all live—lie down in peace, and live together. Well, that isn't what's happened, and when you see little Albania, practically throwing out the Russian representation there, both civil and military, that is really something. Why they went, hard to tell; obviously, at that time they felt that they would have to use force to stay, and they didn't want another Hungary on their hands at that moment.

A new generation is coming on in Russial, and I have a feeling that some of the younger generation of Russians, as they learn more about what goes on in the rest of the world, are going to bring great pressure to get more freedom. They'll want to hear your radio and see your-television. They'll want to learn what goes on in the rest of the world. They'll begin to see the basic falsity of the whole history of Russia.

They've having a terrible time now in getting out their histories. What do you say about Stalin? Twenty-five years of rule. Twenty-five years the great hero. Stalingrad. Stalin in the tomb. In 1956, came out the great speech of Khrush-chev's—denigrating Stalin, but they never dared let that speech circulate in Russia. They leaked little parts of it and they had to go back to the attack now—that was at the Twentieth Party Congress—but the Twenty-second Party Congress, these had to go back to the attack, because they hadn't gotten over to the people.

Mr. Sevareid: Wasn't it your agency that got hold of that speech originally?

Mr. Dulles: I'm willing to accept that charge. Khrushchev charged me with it at one time. You'll find it in one of his statements back two or three years ago:

Mr. Sevareid: Well, you have to rank that rather high among the accomplishments.

Mr. Dulles: I think it was one of the really important accomplishments.

Mr. Sevareid: Mr. Dulles, I know the problem of communism inside The United States is not—has not been under your jurisdiction, but the FBI, but what are your feelings about it? Is it a serious matter?

### Red Menace Exaggerated

Mr. Dulles: Well, I think that's due to the vigilance of the FBI and what J. Edgar Hoover has done, it's probably much less of an internal menace here with us than it is with many other countries. I think that the frustration of the American citizen and of the citizens of other countries who are told, "Here's this great menace. You must do something to meet this menace." And yet the ordinary man, the man in the street, the man and woman, he doesn't know how he can contribute.

He agrees as to the judgment that there is a menace, that our society is menaced by communism, but what's he to do; and that has resulted in certain aberrations that I don't need to define, because you and those who are listening and hearing and seeing will probably know what I have in mind, and I think a great many innocent people without realizing the harm they are doing, they get led astray by this.

Well, now, there's certain things one can do. In the first place, we ought to learn what we can about it. We can do it by understanding that our great strength is showing that our system; our free system, is more efficient and more effective than the Communist system, and we all, on these issues, we will rally together in support of the actions our Government has taken strongly to defend our positions where they may be threatened by communism, whether it's Berlin, or Laos, or Vietnam, or wherever it may be.

Mr. Sevareid: Mr. Dulles, would this be a fair summation of your recipe for the average American? Be informed. Believe in your country, and as the late Elmer Davis put it, "Don't let them scare you."

Mr. Dulles: I'd like to leave it at that.

Í	UNITED STATES GOVERNMENT  Memorandum  TO : MR. W. C. SULLIVAN  DATE: May  SUBJECT: ALLEN DULLES FORMER DIRECTOR	31, 1962	Tolson Belmont Mohr Callahan Conrad DeLoach Evans Maione Rosen Sullivan Tavel Trotter Tele. Room Holmes Gandy
	For your information Dulles was ru on May 25, 1962, after he had been taken sud suffering severe abdominal pains. A kidney source of this illness, was removed on May 2 is expected to return to his home today, May ACTION:	ddenly ill stone, whi 28. 1962.	and was ich was the and Dulles
	For information.		A.C
	SJP: ban (au) 1 - Mr. Belmont	V.	nos.
	1 - Mr. Sullivan 1 - Liaison 1 - Mr. Papich		
	DO CONTAINED	51	Paperh
	ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED DATE 7/95/85 BY OPUDIA //mw		
	REG 62 L	2=83	338-9/

MI JUN 5 11962

51 JUN 8 1962

UNITED STATES GOVE MENT

### Memorandum

то	:	MR .	W.	$C_{\bullet}$	SULLIVAN	•
----	---	------	----	---------------	----------	---

DATE: November 2, 1962

•	Conrad
	DeLoach DeLoach
	Evans
	Gale
	Rosen
	Sullivan
	Tavel
	Trotter
	Tele. Room
	Holmes
	Gandy

Belmon

1

FROM:

SUBJECT: ALLEN DULLES

INFORMATION CONCERNING

Special Agent Papich saw Dulles for a few minutes on November 1, 1962. You may be interested in the following:

b6 b7C

Dulles stated that he is spending most of his time on his book which probably will not be finished for several weeks. This book will essentially concentrate on Soviet efforts to subvert and dominate the world. He hopes to describe Soviet techniques and methods giving concrete examples on a world-wide basis. One of his problems is to make certain that he does not use any classified information and he therefore is continually checking with Central Intelligence Agency (CIA) for clearance. He has one secretary, a former CIA employee. He is also assisted by a CIA intelligence officer who is who won leave without pay.

Dulles advised that he is also practicing some law in New Ydrk City and is a member of several boards and committees. He is very active as a trustee of Princeton University.

Dulles spoke very favorably concerning the Director's recent book and the Director's speech before the American Legion.

He expressed his concern over the Cuban situation by commenting that he did not like to see the fate of the U.S. in the hands of United Nations officials.

Although Dulles did not volunteer any hint, there has been a definite split between him and McCone. Dulles discontinued the use of CIA space which he had been utilizing for research on his book. He also dropped a CIA secretary. All of this allegedly took place has a result of pressures coming from McCone.

### ACTION:

For information

1 - Mr. Belmont

1 - Mr. Sullivan

1 - Liaison · 1 - Mr. Papich

S.TP. h in To (5)

6 O NOV 13 1962

REC- 41 162-83338-92

us NOV 7 1962

ALL INFORMATION CONTAINED HEREIN IS UNCLASSIFIED BY DOUBJE //mi

March

olson Malone Rosen. Sultivan Tava Trotter . Tele Room \_ Holmes \_\_\_ Gandy \_\_\_ Mr. Cagner

b6

b7C

## Dulles Belittles Cuba's Importance p As Base for Soviet Spying on U.S.

Allen W. Dulles, former director of the Central Intelligence Agency, said yesterday
Russia does not need Cuba as
a spy base but will find it
useful mainly for infiltration
peting for business in Europe
into other Latin American
Countries.

Allen W. Dulles, former diing, Col. Sidney S. Rubenstein, a detriment to our economy,
in said, American he said, as aircraft and weap
ons developed here are now
in production in Europe
into other Latin American
Countries.

A former NATO security ad
viser, who is now a consultant

ways of getting their agents Department, Rubenstein said into this country without using Department, Rubenstein said Cuba, Dulles told a reporter the European Common Market

Communist China have a clear "Such "security shackles" are realization of our strength."

However, he said, "I believe we give away too many se-crets unnecessarily" by publishing details of defense projects."before they are too wide-ly known." The foreign intelligence agent's job is thereby greatly facilitated he said. Another speaker at the meet

The Soviets have plenty of on security for the Defense

Cuba, Dulles told a reporter the European Common Market after speaking to a meeting of the American Society for lations urgent. Industrial Security at the Under present rules, for in Statler Hilton Hotel.

In his talk, he said "We firm holding a defense conmust not carry secrecy to a mact loses his security clear point where a potential enemy ance, if he is out of the counmight misjudge our strength. The great deterrent today is pany, he said.

Communist China have a clear

Jih 5 De

New York Journal-American New York Mirror \_\_\_\_ New York Daily News \_\_ New York Post\_ The New York Times \_\_\_ The Worker\_ The New Leader\_ The Wall Street Journal \_ The National Observer \_\_

ALL INFORMATION CONTAINED

SEOCTO MANY

The Washington Post and (1 - 1)

Times Herald The Washington Daily News \_

New York Herald Tribune \_\_\_\_

The Evening Star \_\_\_\_